FINANCIAL STATEMENTS

California Joint Powers Insurance Authority
Fiscal Years ended June 30, 2023 and 2022

INTEGRITY | EXCELLENCE | INNOVATION | TEAMWORK

Table of Contents

James Marta & Company LLP
Certified Public Accountants

Accounting, Auditing, Consulting, and Tax

INDEPENDENT AUDITOR'S REPORT

Board of Directors
California Joint Powers Insurance Authority
La Palma, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying Statement of Net Position of California Joint Powers Insurance Authority (CJPIA) as of and for the years ended June 30, 2023 and 2022, and the related Statement of Revenues, Expenses, and Changes in Net Position, and the Statement of Cash Flows for the fiscal years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the California Joint Powers Insurance Authority, as of June 30, 2023 and 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the State Controller's *Minimum Audit Requirements for California Special Districts*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of California Joint Powers Insurance Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and Government Auditing Standards, we:

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

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

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the Authority. The Supplementary Information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information as listed in the table of contents is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 20, 2024 on our consideration of California Joint Powers Insurance Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering California Joint Powers Insurance Authority's internal control over financial reporting and compliance.

James Marta & Company LLP

James Marta & Company LLP
Certified Public Accountants
Sacramento, California
March 20, 2024

Management's Discussion and Analysis

2023 HIGHLIGHTS

$129M
in member contributions

$52M
in claim payments made

2,568
New Liability Claims Handled

1,601
New Workers' Compensation Claims

7,839
Trip Hazards Removed

32,018
Training Participants

86
New Employment Hotline Matters Opened

240
New Litigated Liability Claims Defended

12
Risk Management Programs Available

12
Risk Management Evaluations Completed

Management's Discussion and Analysis

As management of the California Joint Powers Insurance Authority (Authority), we offer readers of the Authority's financial statements this narrative overview and analysis of financial activities for the fiscal year ended June 30, 2023. This report is provided to enhance the information in the financial statements, and should be reviewed in concert with those financial statements, as well as the accompanying notes and supplementary information.

Background and Governance

The Authority was created in 1977 under a joint exercise of powers agreement in accordance with the California Government Code Section 6500, et seq. As of June 30, 2023, the Authority consisted of 124 member agencies. The Authority was created to provide programs to protect its members, their officers, employees, and property against unavoidable losses through pooling of losses, self-insurance, and purchasing insurance. The Authority is governed by a Board of Directors composed of one member of the governing body of each member agency, and by an Executive Committee of the Board of Directors.

Accreditation

The Authority is Accredited with Excellence by the California Association of Joint Powers Authorities and has been nationally recognized by the Association of Governmental Risk Pools for advisory standards compliance. These two levels of pooling industry recognition were granted after a detailed evaluation of the Authority's operations, a review of policies and other documentation, issuance of a report, committee review, and Board acceptance on the part of each conferring organization.

Financial Highlights

- Overall net position increased 14.7% from $133.1M to $152.7M
- Investment income totaled $5.2M
- Member contribution revenues increased 3.0% from $125.5M to $129.3M
- Incurred claims expenses decreased 4.3% from $75.6M to $72.4M
- Excess and reinsurance premiums increased 7.9% from $21.3M to $23.0M
- Member training and meeting expenses increased 103.1% from $2.0M to $4.1M
- Changes in the fair value of investments improved by $36.7M from -$34.4M to $2.3M

Captive

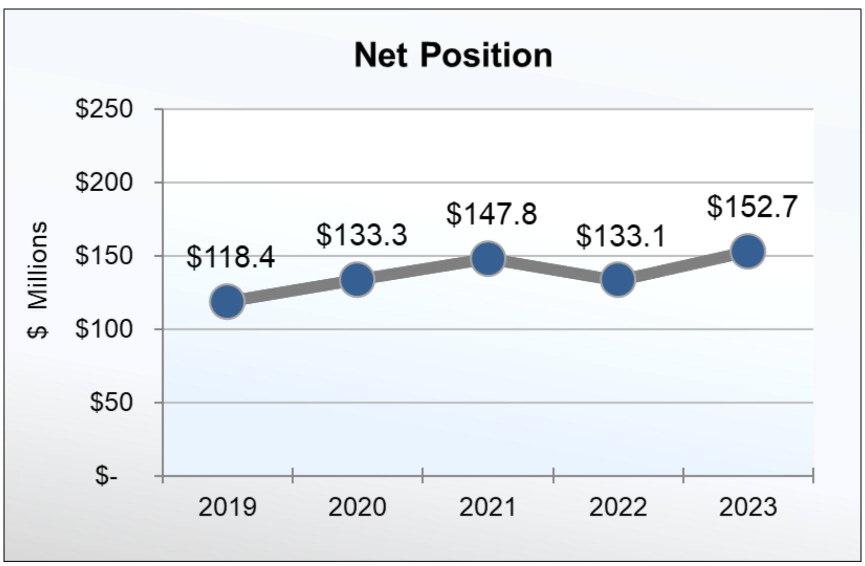
The Authority established Sequoia Pacific in July of 2019. It is a non-profit corporation domiciled in Utah and subject to Utah Department of Insurance regulations. Sequoia only insures risks of the California JPIA. The captive benefits members by (1) lowering the cost of coverage through reinsurance premium stabilization, (2) decreasing dependence on commercial insurance markets, and (3) providing a mechanism for more efficient use of capital through broader diversification of investments and improved ability to match the duration of assets and liabilities.

Total premium paid (all lines) to Sequoia for 2022 was $11.8 million. Risk transfer to Sequoia represents financial risk that the Authority would typically retain along with the associated funding. The Authority accounts for Sequoia as a stand-alone reporting unit in a separate enterprise fund. However, consolidated financials are inclusive of Sequoia's operating results, after elimination of intercompany transactions between the Authority and the Captive. As claims develop over time, Sequoia reimburses the ceding programs for large claims under the terms and conditions of the policies issued, similar to the Authority's other reinsurance partners.

Net Position

Net position is an important measure of the financial condition of each program as well as the organization as a whole. It is defined as the difference between total assets plus deferred outflows, and total liabilities plus deferred inflows. Net position is shown below, by program as of June 30, 2023.

	Net Position	
Primary Liability Program	$ 52,097,439	34.1%
Primary Workers' Compensation Program	54,293,715	35.6%
Insurance Programs	5,248,145	3.4%
Excess Liability Program	957,462	0.6%
Excess Workers' Compensation Program	5,335,091	3.5%
Central Coast Cities Self Insurance Fund	1,036,252	0.7%
Sequoia Pacific net of Elimination	33,737,650	22.1%
Total	$ 152,705,754	100.0%



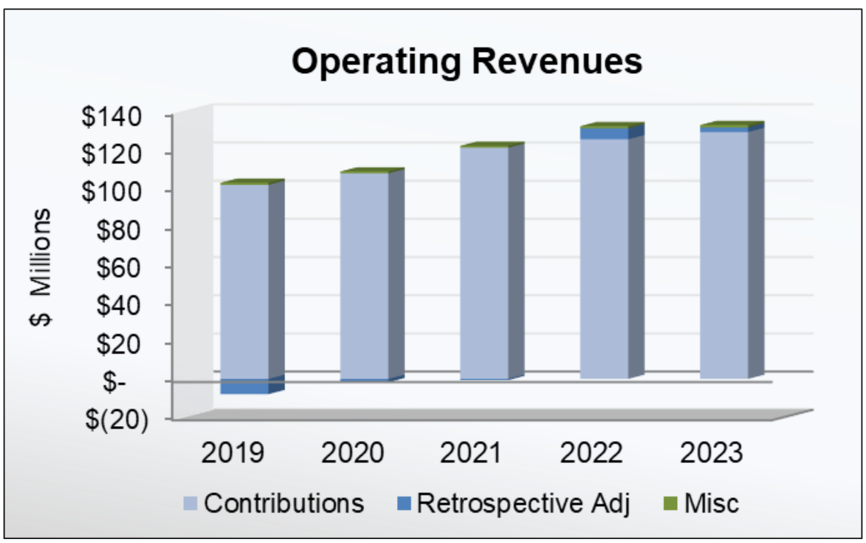
Investment Allocation

The Authority's investments consist primarily of funds held for outstanding claim obligations both short and long term, and claim-related expenses. The following table shows investments at fair market value as of June 30, 2023.

	Investment Allocation	
Cash and Equivalents	$ 27,289,834	6.7%
U.S. Treasuries	153,680,919	37.9%
Federal Agencies	72,188,609	17.8%
Supranational	6,991,640	1.7%
Certificates of Deposit	2,923,113	0.7%
Corporate Notes	49,196,851	12.1%
Municipal	5,619,871	1.4%
Asset-Backed Securities	4,203,774	1.0%
Agency CMO	2,585,766	0.6%
Mutual Funds and ETFs	80,741,317	19.9%
	$ 405,421,694	100.0%

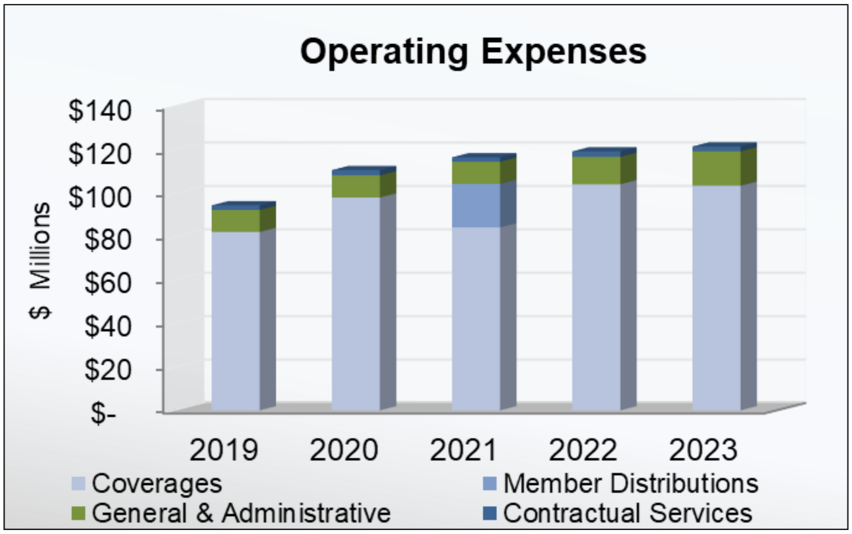
Revenues

Member contributions were $129.3 million during 2023 up from $125.5million in the prior year. The increase is primarily attributable to (1) actuarial rate adjustments that resulted in higher Primary Workers' Compensation Program contributions by $1.4 million, Primary Liability Program contributions by $0.8 million, Excess Liability Program contributions by $0.2 million, and Excess Workers' Compensation Program contributions by $0.2 million and (2) an increase of $1.1 million in Property Program contributions due to further transition of higher insured values from the appraisal project. Miscellaneous income totaled $1.3 million and was composed primarily of Risk Management Educational Forum sponsorships, administrative fees for contractual services provided to other agencies, and administration fees for the property program.



Expenses

On the Statement of Revenues, Expenses, and Changes in Net Position, incurred claims expenses include net claim payments as well as the change in claim reserves. Operating expenses are divided into the following categories: (1) coverages, (2) contractual services, (3) general and administrative, and (4) member distributions. Total operating expenses for 2023 were $121.5 million, an increase of $2.3 million relative to the prior year. The year-over-year change is composed of an increase of $3.3 million in general and administrative costs driven primarily by a $2.1 million increase for new trainings provided to members, $0.8 million increase in salaries and benefits due primarily to higher insurance and pension costs, $0.2 million related to a member distribution for the Central Coast Cities Self Insurance Fund, and a $0.1 million increase in depreciation costs due to a full year of depreciation on the building purchased during the latter part of fiscal year 2022. The increase in general and administrative expenses was partially offset by a $0.7 million reduction in coverage costs due to favorable actuarial adjustments on existing claims and $0.3 million reduction in contractual services costs.



Financial Management and Control

Authority management is responsible for establishing and maintaining an internal control structure designed to ensure that assets are protected from loss, theft, and misuse, and to ensure that adequate accounting data are compiled to allow for preparation of financial statements in conformity with accounting principles generally accepted in the United States. For the current reporting period, the Authority's Finance Division included a Finance Director, a Senior Accountant, a Data and Underwriting Specialist, and an Accounting Specialist with responsibility for the accounting functions of the Authority. The Treasurer and the Chief Executive Officer provide oversight.

Member Services, Training, Loss Prevention and Risk Management

The Authority provides a comprehensive range of member services, programs, and resources designed to assist the staff and governing bodies of municipal organizations with relevant training and customized risk management analysis for loss prevention and loss mitigation. Training offerings include in-person and virtual academies, workshops, and E-learning on-demand. Academies focus on a particular public sector discipline such as Human Resources, Leadership, Management, Newly Elected Officials, Parks and Recreation, Public Works, and Risk Management, Public Safety, Finance Officers, and Executives.

The Loss Control Action Plan (LossCAP) is a tool that assists members in reducing their long-term cost of risk. LossCAP is a customized risk management action plan developed in collaboration with each agency's staff. It is based on an analysis of historical claims and their root causes, as well as information obtained from physical on-site inspections. LossCAP identifies the most critical loss exposures unique to each member and maps out strategies to assist them in effectively addressing those exposures.

Risk management consulting is another support service that the Authority provides to its members. There are seven regionally based Risk Managers who live and work close to the members that they serve.

Regional Risk Managers are local, and readily available to offer consulting services and technical support with a focus on proactively preventing losses.

Risk Managers review contracts for proper indemnification language, attend safety committee meetings and City Council meetings as needed, perform claim reviews, coordinate litigation strategy discussions, assist with LossCAP implementation, provide training needs assessments, and serve as a liaison for member access to Authority programs and services.

Operating Environment and Economic Factors

The Authority is impacted by legislation related to workers' compensation benefits, the hard insurance market, and changes in the investment marketplace on the Authority's portfolio. The Authority advocates for legislation beneficial to local governments and proactively monitors insurance markets and investments to best position the Authority. The Authority's captive, Sequoia Pacific Reinsurance Company (Sequoia), provides investment diversification benefits, enhances the Authority's ability to navigate insurance markets, expands coverage options, and enables financial support for Authority programs, which is passed through to members in the form of lower contributions.

Description of the Basic Financial Statements

The Authority's financial statements are prepared in conformity with accounting principles generally accepted in the United States of America, using the accrual basis of accounting, which necessarily include amounts based upon reliable estimates and judgments. The basic financial statements are designed to provide readers with a broad overview of the Authority's finances, in a manner similar to a private-sector business. The Basic Financial Statements listed below, along with Notes to the Basic Financial Statements and Supplementary Information, provide clarification of accounting policies and financial activity.

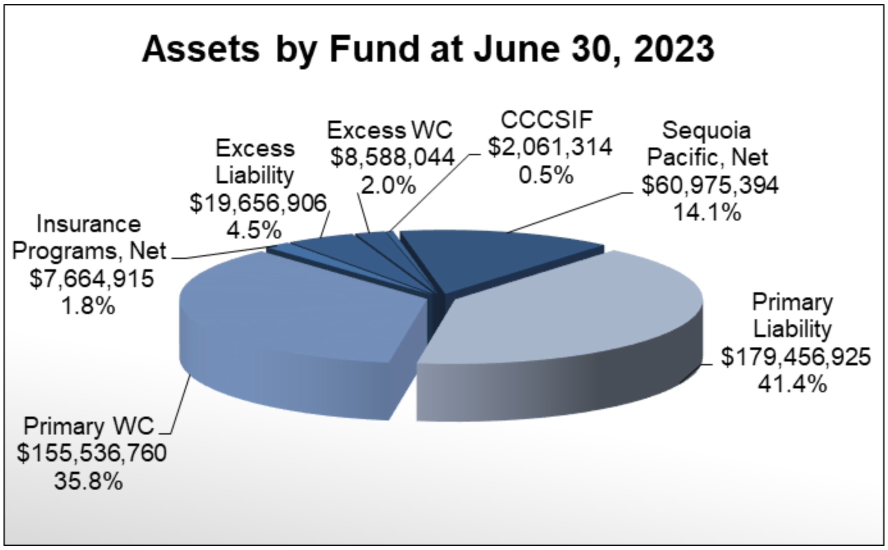
Statement of Net Position
The Statement of Net Position presents information on the Authority's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as the net position.

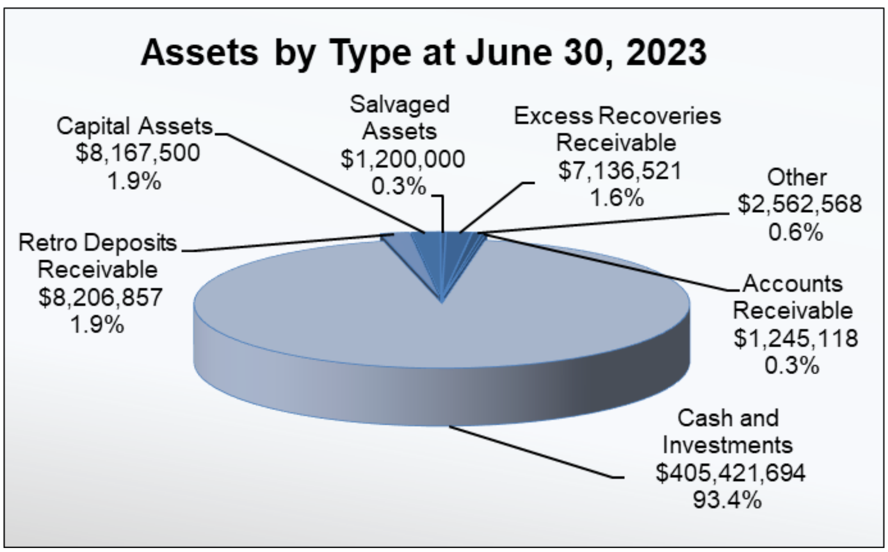
Statement of Revenues, Expenses, and Changes in Net Position
The Statement of Revenues, Expenses, and Changes in Net Position presents revenues versus expenses during the fiscal year, and the resulting effect on the net position. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Some revenues and expenses are reported in this statement with related cash flows that will take place in future fiscal periods.

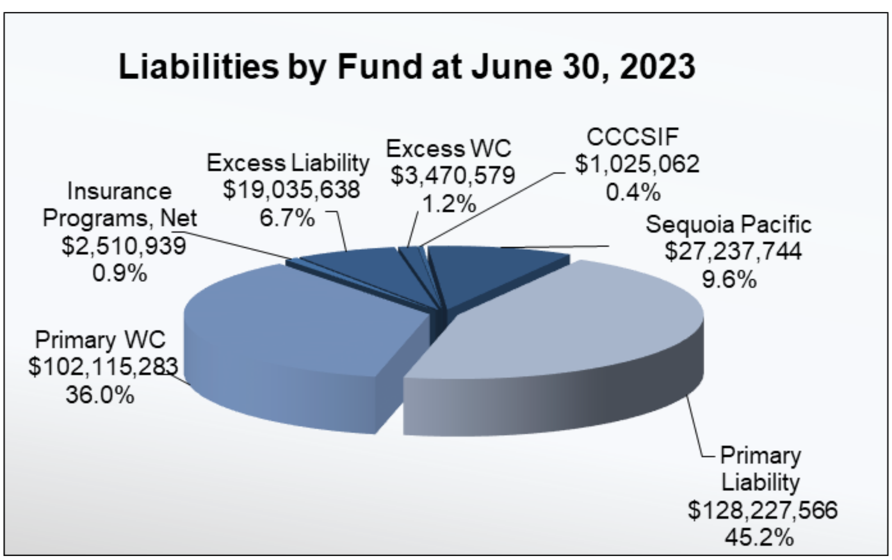
Statement of Cash Flows
The Statement of Cash Flows presents information showing how the Authority's cash was provided and how it was used. The statement distinguishes between cash flows from operating activities, capital and related financing activities, and investing activities. The statement also reconciles the operating income to net cash provided by operating activities during the fiscal year.

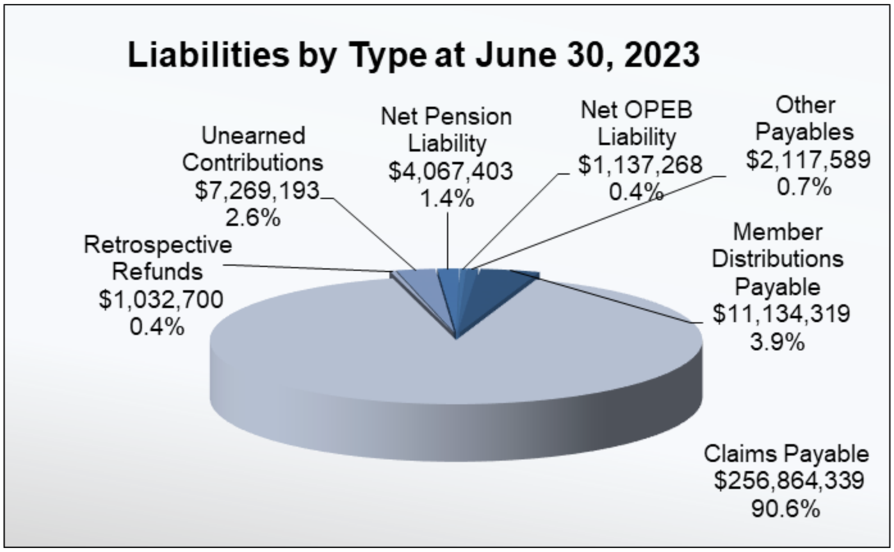
Statement of Fiduciary Assets and Liabilities
The Statement of Fiduciary Assets and Liabilities presents information on all the assets and liabilities of the Authority's custodial funds. Custodial funds are used to account for situations where the Authority's role is purely custodial.

Graphical Highlights









Summary of the Statement of Net Position
June 30, 2023, 2022, and 2021

				Increase / (Decrease) From 2022 to 2023	
	2023	2022	2021	$	%
Assets					
Current Assets	$ 159,859,487	$ 92,271,596	$ 113,257,137	$ 67,587,891	73.2%
Non-Current Assets, excluding capital assets	265,913,271	294,347,786	281,431,829	(28,434,515)	-9.7%
Capital Assets	8,167,500	7,196,329	4,300,116	971,171	13.5%
Total Assets	433,940,258	393,815,711	398,989,082	40,124,547	10.2%
Deferred Outflows of Resources	2,589,649	1,400,555	1,307,124	1,189,094	84.9%
Liabilities					
Current Liabilities	87,173,358	78,876,329	78,851,930	8,297,029	10.5%
Non-Current Liabilities	196,449,453	181,745,089	172,982,512	14,704,364	8.1%
Total Liabilities	283,622,811	260,621,418	251,834,442	23,001,393	8.8%
Deferred Inflows of Resources	201,342	1,464,969	680,042	(1,263,627)	-86.3%
Net Position					
Net Investment in Capital Assets	8,167,500	7,196,329	4,300,116	971,171	13.5%
Unrestricted	144,538,254	125,933,550	143,481,606	18,604,704	14.8%
Total Net Position	$ 152,705,754	$ 133,129,879	$ 147,781,722	$ 19,575,875	14.7%

Summary of the Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Years ended June 30, 2023, 2022, and 2021

	2023	2022	2021	Increase / (Decrease) From 2022 to 2023 $	%
Operating Revenues					
Contributions	$ 129,346,386	$ 125,537,837	$121,120,924	$ 3,808,549	3.0%
Retrospective adjustments, net	2,401,542	5,731,975	(597,896)	(3,330,433)	-58.1%
Miscellaneous	1,285,122	1,178,965	1,019,099	106,157	9.0%
Total Operating Revenues	133,033,050	132,448,777	121,542,127	584,273	0.4%
Operating Expenses					
Coverages	103,364,861	104,113,655	84,249,902	(748,794)	-0.7%
Contractual services	2,275,247	2,546,753	2,051,165	(271,506)	-10.7%
General and administrative	15,708,842	12,625,245	10,214,654	3,083,597	24.4%
Member distributions	200,000	-	20,036,834	200,000	
Total Operating Expenses	121,548,950	119,285,653	116,552,555	2,263,297	1.9%
Operating Income (Loss)	11,484,100	13,163,124	4,989,572	(1,679,024)	-12.8%
Non-Operating Revenues					
Gain (loss) on disposal of fixed assets	-	-	-	-	
Investment income	5,236,875	7,072,897	8,922,530	(1,836,022)	-26.0%
Investment and bank services	(503,786)	(485,269)	(392,031)	(18,517)	3.8%
Net increase / (decrease) in investment fair values	2,327,200	(34,402,595)	918,450	36,729,795	-106.8%
Total Non-Operating Revenues	7,060,289	(27,814,967)	9,448,949	34,875,256	-125.4%
Change in Net Position	18,544,389	(14,651,843)	14,438,519	33,196,232	-226.6%
Beginning Net Position as Originally Stated	133,129,879	147,781,722	133,343,201	(14,651,843)	-9.9%
Change in Accounting Principle (Note I)	1,031,486	-	-	1,031,486	
Beginning Net Position as Restated	134,161,365	147,781,722	133,343,201	(13,620,357)	-9.2%
Ending Net Position	$ 152,705,754	$ 133,129,879	$147,781,722	$ 19,575,875	14.7%

Basic Financial Statements

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Statement of Net Position
June 30, 2023 and 2022

	2023	2022
Assets		
Current Assets:		
Cash and equivalents	$ 27,289,833	$ 8,845,268
Short-term investments	118,542,940	70,429,329
Interest receivable	1,346,294	853,179
Retrospective deposits receivable	3,266,823	5,386,067
Accounts receivable	1,245,118	545,469
Excess recoveries in progress	7,136,521	6,044,211
Prepaid expenses	1,031,958	168,073
Total Current Assets	159,859,487	92,271,596
Non-Current Assets:		
Long-term investments	259,588,921	287,747,928
Retrospective deposits receivable, net	4,940,034	5,348,215
Salvaged assets	1,200,000	1,200,000
Capital assets, not being depreciated	3,348,184	2,096,544
Capital assets, net of depreciation	4,819,316	5,099,785
Net Pension Assets	184,316	51,643
Total Non-Current Assets	274,080,771	301,544,115
Total Assets	433,940,258	393,815,711
Deferred Outflows of Resources	2,589,649	1,400,555
Liabilities		
Current Liabilities:		
Accounts payable	1,558,303	619,302
Compensated absences	559,286	496,731
Unearned contributions	7,269,193	6,613,205
Member distributions payable	3,633,876	3,485,865
Retrospective refunds payable	1,032,700	361,226
Claims payable, short-term	73,120,000	67,300,000
Total Current Liabilities	87,173,358	78,876,329
Non-Current Liabilities:		
Claims payable, long-term	183,744,339	168,454,748
Member distributions payable	7,500,443	10,920,122
Net pension liability	4,067,403	1,526,485
Net OPEB liability	1,137,268	843,734
Total Non-Current Liabilities:	196,449,453	181,745,089
Total Liabilities	283,622,811	260,621,418
Deferred Inflows of Resources	201,342	1,464,969
Net Position		
Net investment in capital assets	8,167,500	7,196,329
Unrestricted	144,538,254	125,933,550
Total Net Position	**$ 152,705,754**	**$ 133,129,879**

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

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY

Revenues, Expenses, and Changes in Net Position

For the Fiscal Years Ended June 30, 2023 and 2022

	2023	2022
Operating Revenues		
Contributions	$ 129,346,386	$ 125,537,837
Retrospective adjustments, net	2,401,542	5,731,975
Miscellaneous income	1,285,122	1,178,965
Total Operating Revenues	133,033,050	132,448,777
Operating Expenses		
Coverages:		
Incurred claims expenses	72,417,343	75,640,276
Claims administration	7,926,067	7,138,216
Excess and re-insurance premiums	23,021,451	21,335,163
Contractual Services:		
Legal services	52,361	93,973
Information technology support	338,651	386,078
Risk management evaluations	29,403	23,631
Loss control services	656,021	597,760
Audit and actuarial services	233,241	225,010
Employment law resource	7,530	48,926
CRM and RMIS	375,124	467,752
Other contractual services	582,916	703,623
General and Administrative:		
Salaries and employee benefits	8,491,768	7,697,395
Office expenses	351,520	295,545
Member training and meetings	4,132,029	2,034,836
Licensing and renewals	162,559	165,954
Risk management educational forum	756,436	662,245
Depreciation	479,040	370,598
Learning Management System	507,082	514,596
Utilities and Miscellaneous expenses	828,408	884,076
Member distributions	200,000	-
Total Operating Expenses	121,548,950	119,285,653
Operating Income (Loss)	11,484,100	13,163,124
Non-Operating Revenues		
Investment income	5,236,875	7,072,897
Investment and bank services	(503,786)	(485,269)
Net increase (decrease) in investment fair values	2,327,200	(34,402,595)
Total Non-Operating Revenues	7,060,289	(27,814,967)
Change in Net Position	18,544,389	(14,651,843)
Beginning Net Position	133,129,879	147,781,722
Change in Accounting Principle (Note I)	1,031,486	
Beginning Net Position - As Restated	134,161,365	
Ending Net Position	**$ 152,705,754**	**$ 133,129,879**

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

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Statement of Cash Flows
For the Fiscal Years Ended June 30, 2023 and 2022

	2023	2022
Cash Flows From Operating Activities		
Cash received from members	$136,729,633	$ 127,432,969
Cash received (paid) for retrospective adjustments	5,603,740	2,663,848
Cash received from other miscellaneous activities	1,281,819	1,178,960
Cash paid for other miscellaneous activities	(957,643)	(957,643)
Cash paid for claims and claims administration	(59,233,819)	(62,018,594)
Cash paid for insurance	(34,104,125)	(20,614,780)
Cash paid to suppliers for goods and services	(9,985,731)	(7,076,051)
Cash paid to employees for services	(7,385,782)	(7,560,436)
Net Cash Flows Provided (Used) by Operating Activities	31,948,092	33,048,273
Cash Flows From Capital & Related Financing Activities		
Cash paid for acquisition of capital assets	(1,451,413)	(3,266,811)
Net Cash Flows Provided (Used) by Capital and Related Financing Activities	(1,451,413)	(3,266,811)
Cash Flows From Investing Activities		
Purchase of investments	(286,433,041)	(264,112,719)
Proceeds from sales and maturities of investments	268,179,126	227,662,402
Cash paid related to investment expenses	(503,786)	(485,269)
Investment earnings received	4,743,761	7,221,134
Net Cash Flows Provided (Used) by Investing Activities	(14,013,940)	(29,714,452)
Net Increase (Decrease) in Cash	16,482,739	67,010
Beginning Cash and Equivalents	8,845,268	8,778,258
Cash effect of change in accounting principle	1,961,826	
Ending Cash and Equivalents	$ 27,289,833	$ 8,845,268
Reconciliation of Operating Income to Net Cash Flows From Operating Activities		
Operating Income (Loss)	$ 11,484,100	$ 13,163,124
Adjustments to Reconcile Operating Income to Cash Provided by Operations:		
Depreciation Included in Operating Activities	479,040	370,599
Net effect of change in accounting principle	(302,578)	
(Increase) Decrease in:		
Accounts receivable	(1,827,073)	10,002,220
Retrospective deposits receivable	2,527,425	(241,837)
Prepaid expenses	(863,885)	147,572
Net pension asset	(132,673)	638,300
Deferred outflows of resources	(1,189,094)	(93,432)
Increase (Decrease) in:		
Accounts payable	974,065	(356,885)
Accrued compensated absences	62,555	(64,858)
Unearned contributions	655,988	(2,476,241)
Member distributions payable	(3,271,668)	(5,630,847)
Retrospective refunds payable	671,474	(2,826,290)
Net OPEB obligation	293,432	623,907
Claims liabilities	21,109,591	20,759,899
Net pension liability	2,540,918	(1,751,885)
Deferred inflows of resources	(1,263,525)	784,927
Net Cash Provided by Operating Activities	$ 31,948,092	$ 33,048,273
Supplemental Information: Noncash Investing Activities		
Net Increase (Decrease) in Fair Market Value	$ 2,327,200	$ (34,402,595)

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

(1) Summary of Significant Accounting Policies

(a) Program Participation

All members must participate in either the Primary Liability Program or the Excess Liability Program. Other coverage programs offered by the Authority are optional. Under the Joint Powers Agreement (articles 22-28), members may withdraw from individual programs or from general membership after three years of participation. However, members remain financially responsible for ongoing costs associated with self-insured programs in perpetuity.

(b) Measurement Focus

The accounts of the Authority are organized based on funds, which are considered separate accounting entities. The operation of the various funds includes a separate set of self-balancing accounts that comprise its assets, liabilities, net position, revenues, and expenses. The Authority's resources are allocated and accounted for based upon the purposes for which they are to be spent and the means by which the spending activities are controlled. Therefore, the Authority accounts for its core programs as separate funds in accordance with and as prescribed by the Governmental Accounting Standards Board (GASB) Statement No. 10. In addition, management has determined and elected that all funds of the Authority are classified under one of the following:

Primary Liability Fund – The Primary Liability Fund accounts for all the revenues and expenses related to the risk-sharing Primary Liability Protection Program.

Primary Workers' Compensation Fund – The Primary Workers' Compensation Fund accounts for all the revenues and expenses related to the risk-sharing Primary Workers' Compensation Program.

Insurance Programs Fund – The Insurance Programs Fund accounts for all the revenues and expenses related to the purchased insurance (non-risk sharing) activities for the all-risk property protection program and the pollution legal liability program.

Excess Liability Fund – The Excess Liability Fund accounts for all the revenues and expenses related to the risk-sharing Excess Liability Protection Program which began July 1, 2016.

Excess Workers' Compensation Fund – The Excess Workers' Compensation Fund accounts for all the revenues and expenses related to the risk-sharing Excess Workers' Compensation Protection Program which began August 1, 2017.

Sequoia Pacific Fund – The Sequoia Pacific Fund accounts for all the revenues and expenses related to the Authority's captive insurance company which began operating July 1, 2019.

Central Coast Cities Self Insurance Fund – The Central Coast Cities Self Insurance Fund accounts for all the revenues and expenses related to the Central Coast Cities Self Insurance Fund for Workers' Compensation (CCCSIF-WC). Prior to the adoption of GASB

84 as of June 30, 2023, these revenues and expenses were accounted for and reported separately as an Agency Fund.

All of the Authority's programs are enterprise funds, which fall under the proprietary fund type category. These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the cost of providing services to members on a continuing basis be financed or recovered primarily through user charges or where periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Proprietary funds are accounted for using the flow of economic resources measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their Statement of Net Position. Their reported fund equity (total Net Position) is segregated into restricted (invested in capital assets) and unrestricted components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total Net Position.

(c) Basis of Accounting

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied. Proprietary funds are accounted for using the accrual basis of accounting as prescribed by the Governmental Accounting Standards Board (GASB). Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

(d) Investments

Investments are reported in the accompanying Statement of Net Position at fair value, except for certain certificates of deposit and investment contracts that are reported at cost because they are not transferable, and they have terms that are not affected by changes in market interest rates. Changes in fair value that occur during a fiscal year and any gains or losses realized upon the liquidation, maturity, or sale of investments are recognized as *net increase (decrease) in investment fair values* reported for that fiscal year. As it relates to the funds that are pooled, each fund's share in the treasury pool is displayed in the accompanying statement of Net Position as *cash and investments*. Investment income earned by the pooled investments and current year's net increase (decrease) in investment fair values is allocated to each program based upon each program's average investment balance.

(e) Statement of Cash Flows

For purposes of presentation in the statement of cash flows, the Authority considers cash and cash equivalents as short term, highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they represent insignificant risk of changes in value because of changes in interest rates. Each program's cash and investments represent amounts that can be withdrawn at any time and therefore, are cash and cash equivalents for purposes of the statement of cash flows.

(f) Capital Assets

Capital assets in excess of $5,000 individually that are acquired by the Authority are valued at historical cost or estimated historical cost (if historical cost is not available) or estimated fair value on the date donated (if the assets are donated). Capital assets are depreciated using the straight-line methodology over the asset's estimated useful life as follows:

Building and improvements	30 years
Furniture and equipment	5 years
Software	5 years

(g) Claims Payable

The Authority establishes claims payable based on actuarial estimates of the ultimate cost of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims payable are reported at the discounted present value of estimated future cash payments. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability, and damage awards, the process used in computing claims payable does not necessarily result in an exact amount. Claims payable are recomputed annually by an actuary to produce current estimates that reflect recent settlements, claim frequency, and other economic and social factors. Inflation is implicit in the calculation because reliance is based on historical data that reflects past inflation and other modifiers considered appropriate. Adjustments to claims payable for changes in estimates are charged to expense in the period in which the changes in the estimates were determined.

(h) Confidence Level Used by the Authority

The liability for claims payable must be measured in terms of a *probability level* because the actual development and outcome of claims (and of losses incurred but not reported as claims) cannot be known with absolute certainty. Probability level measures the degree of certainty in estimating the liability for claims payable. The Authority reports its liability for claims payable at the expected probability level. The Unrestricted Net Position is designated for losses that might exceed the expected probability level.

(i) Unearned Contributions

Revenues are recognized when earned. Unearned contributions represent remaining amounts, which are billed periodically to each member, received by the Authority, and then amortized over the related coverage period.

(j) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(k) Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s), and as such will not be recognized as an outflow of resources (expense/expenditures) until then.

In addition to liabilities, the statement of net position includes a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and as such, will not be recognized as an inflow of resources (revenue) until that time.

(l) Change in Accounting Principle

Effective July 1, 2022, the Authority adopted GASB Statement No. 84 (GASB 84), Fiduciary Activities. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

GASB 84 establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists.

GASB 84 describes four fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria. Prior to GASB 84 implementation, the Authority accounted for Central Coast Cities Self Insurance Fund (CCCSIF) activity as Fiduciary Activities within the Agency Funds, which are now called Custodial Funds. The CCCSIF activity no longer fit the criteria to be considered Fiduciary Activities. As a result, the CCCSIF activity will be reported as a governmental activity under the CCCSIF in the basic financial statements.

Effective July 1, 2022, the Authority adopted Government Accounting Standards Board Statement No. 96, Subscription-Based Information Technology Arrangements (SBITAs) (GASB 96). A SBITA is defined as a contract that coveys control of the right to use another party's (a SBITA vendor's) IT software, alone or in combination with tangible capital assets (the underlying IT assets) as specified in the contract for a period of time in an exchange or exchange-like transaction. The long-term liability and corresponding asset for SBITAs are recorded in the financial statements to the extent that the Authority's capitalization threshold totaling 3% of assets is met. Amortization of related assets uses the straight-line method over the life of the contract. As of June 30, 2023, the Authority did not have any financial leases that met the threshold.

(m) Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the net position of the Authority's California Public Employees' Retirement System (CalPERS) plans and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS.

For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

(2) Cash and Investments

Cash and investments are classified in the accompanying financial statements as indicated below.

Cash and Investments

	June 30, 2023	June 30, 2022
Proprietary funds:		
Cash and equivalents	$ 27,289,834	$ 8,845,268
Short-term investments	118,542,940	70,429,329
Long-term investments	259,588,920	287,747,928
Subtotal	405,421,694	367,022,525

The investment policies and practices of both California JPIA and Sequoia Pacific take into consideration the Authority's particular investment needs including preservation of capital, appropriate levels of liquidity and yield on invested assets.

The investment programs were designed with a focus on prudent money management, regulatory compliance, appropriate levels of risk as well as adequate diversification.

Investment guidelines for Sequoia Pacific are unique to that operating unit and subject to regulation by the Utah Department of Insurance. The investment guidelines for Sequoia Pacific are posted on the Authority's website at the following address: https://cjpia.org/about/captive/

The table below identifies investment types that are authorized by the Authority's investment policy. The table also summarizes policy standards which serve to mitigate interest rate risk and concentration of credit risk within the Authority's primary portfolio.

Investment Type	Investment Policy Standard
U.S. Treasuries	Maximum maturity 10 yrs
Federal Agencies	Maximum maturity 10 yrs, max 30% of portfolio for callable securities, no SBA, no GNMA
Corporate Notes	Maximum maturity 5 yrs, max 30% of portfolio, rated A or its equivalent or better by NRSRO, not to exceed 2.5% of portfolio from any one issuer
Certificates of Deposit	Maximum maturity 5 yrs, max 30% of portfolio, rated A-1 or its equivalent or better by NRSRO, not to exceed 2.5% of portfolio from any one issuer
Asset-Backed Securities	Maximum maturity 5 yrs, max 20% of portfolio, rated AA or its equivalent or better by NRSRO, not to exceed 2.5% of portfolio from any one issuer
Supranational	Maximum maturity 5 yrs, max 15% of portfolio, rated AA or its equivalent or better by NRSRO, not to exceed 5% of portfolio from any one issuer, securities must be eligible for purchase and sale within US
Municipal Obligations: state of California, Other 49 States, and California local agencies	Maximum maturity 5 yrs, max 5% of portfolio, rated AA or higher rating by NRSRO, A-1 or higher for short-term, not to exceed 2.5% of portfolio from any one issuer, general obligations only, no revenue bonds
Banker's Acceptances	Maximum maturity 180 days, max 40% of portfolio, Rated A-1 or its equivalent or better by NRSRO, not to exceed 2.5% of portfolio from any one issuer
Commercial Paper	Maximum maturity 270days, max 25% of portfolio, Prime quality of highest ranking by NRSRO, issuer must be organized as a US Corporation with total assets > $500M, not to exceed 2.5% of portfolio from any one issuer
County Pooled Investment Funds	$30 million maximum investment in any individual pool
Local Government Investment Pools	Qualified investment advisor with assets under mgmt > $500M, pool must seek to maintain a constant net asset value of $1.00 per share
Local Agency Investment Fund (LAIF)	Authority may invest up to the maximum permitted by the State Treasurer
Money Market Mutual Funds	Maximum of 20% of portfolio, Highest ranking by no less than 2 NRSROs, qualified investment advisor with assets under mgmt > $500M, Funds with US Treasury and Federal Agency underlying investments only
Repurchase Agreements	Maximum maturity 30 days, primary government securities dealers only, underlying collateral must be at least 102% of repurchase agreement amount, perfected first security interest in the collateral securities
Demand Deposits	Permitted, see policy for details (rarely utilized)
Passbook Savings Accounts	Permitted, see policy for details (rarely utilized)
Non-negotiable CDs	Permitted, see policy for details (rarely utilized)

Disclosures Relating to Interest Risk - Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

One of the ways that the Authority manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the Authority's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the Authority's investments by maturity. For purposes of the schedule shown below, any callable securities are assumed to be held to maturity.

Maturity Distribution of Investments

		Maturity Distribution		
Investment Type	Fair Value	< 1 year	1-3 years	> 3 years
U.S. Treasuries	$ 153,680,919	$ 13,095,168	$ 96,425,140	$ 44,160,611
Federal Agencies	72,188,609	7,847,123	55,243,510	9,097,976
Supranational	6,991,640	2,185,375	4,806,265	-
Certificates of Deposit	2,923,113	-	2,923,113	-
Corporate Notes	49,196,851	10,240,617	32,595,367	6,360,867
Municipal	5,619,871	3,900,559	1,719,312	-
Asset-Backed Securities	4,203,774	-	3,290,999	912,775
Agency CMO	2,585,766	532,781	-	2,052,985
Mutual Funds and ETFs	80,741,317	80,741,317	-	-
Total	$ 378,131,860	$ 118,542,940	$ 197,003,706	$ 62,585,214

Disclosures Relating to Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below are Standard & Poor's ratings of the securities held in the Authority's portfolio by investment type, at the end of the fiscal year.

Standard & Poor's Ratings as of June 30, 2023

Investment Type	Total	AAA	AA	A	BBB+	Not Rated by S&P
U.S. Treasuries	$ 153,680,919		$ 153,680,919			
Federal Agencies	72,188,609		72,188,609			
Supranational	6,991,641			6,991,641		
Certificates of Deposit	2,923,113	2,923,113				
Corporate Notes	49,196,851	30,826,039	9,890,786	4,973,566	3,506,460	
Municipal	5,619,870		4,051,209	1,568,661		
Asset-Backed Securities	4,203,773			3,772,428		431,345
Agency CMO	2,585,767		2,585,767			
Mutual Funds and ETFs	80,741,317					80,741,317
Total	$ 378,131,860	$ 33,749,152	$ 242,397,290	$ 17,306,296	$ 3,506,460	$ 81,172,662

Concentration of Credit Risk - The investment policy of the Authority contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. Investments in any one issuer that represent 5% or more of total Authority investments are as follows:

Concentration of Credit Risk

Issuer	Type	Fair Value	% of Portfolio
U.S. Treasury Notes	Federal Treasury	$ 153,680,919	40.6%
Federal National Mortgage Association	Federal Agency	$ 48,453,792	12.8%

Custodial Credit Risk - Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

The California Government Code and the Authority's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure Authority deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

Investment in State Investment Pool - The Authority is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the Authority's investment in this pool is reported in the accompanying financial statements at amounts based upon the Authority's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage-backed securities, and other asset-backed securities, and floating rate securities issued by Federal Agencies, government-sponsored enterprises and corporations. This fund has an average life of 260 days. The monies held in LAIF are not subject to categorization by risk category. LAIF is also not rated as to credit risk by a nationally recognized statistical rating organization.

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

Description	Fair Value	Level 1	Level 2	Level 3	n/a
Total Debt Securities	$ 297,390,543	$ 277,652,146	$ 19,738,397	$ -	$ -
Total Mutual Funds and ETFs	80,741,317	80,741,317			

(3) Capital Assets

The following is a summary of the Authority's capital assets at fiscal year-end.

	Balance at June 30, 2022	Increase	Decrease	Balance at June 30, 2023
Capital assets, not being depreciated				
Land	$ 2,031,395	$ -	$ -	$ 2,031,395
Assets under development	65,149	1,461,957	210,317	1,316,789
Subtotal	2,096,544	1,461,957	210,317	3,348,184
Capital assets, being depreciated				
Building and improvements	9,562,921	-	-	9,562,921
Furniture and equipment	596,912	40,276	-	637,188
Software	484,860	158,295	-	643,155
Subtotal	10,644,693	198,571	-	10,843,264
Less accumulated depreciation				
Building and improvements	(4,771,932)	(347,908)	-	(5,119,840)
Furniture and equipment	(467,976)	(47,852)	-	(515,828)
Software	(305,000)	(83,280)	-	(388,280)
Subtotal	(5,544,908)	(479,040)	-	(6,023,948)
Total capital assets being depreciated, net	5,099,785	(280,469)	-	4,819,316
Total capital assets, net	**$ 7,196,329**	**$ 1,181,488**	**$ 210,317**	**$ 8,167,500**

(4) Claims Payable

The Authority establishes a liability for both reported and unreported covered events, which includes estimates of both future payments of losses, related claim adjustment expenses and unallocated loss adjustment expenses. Changes to claims payable are stated below.

	2023	2022
Claims payable, beginning of year	$ 236,936,522	$ 214,994,849
Incurred claims and claim adjustment expenses:		
Provision for covered events in the current year	83,202,423	83,418,548
Changes in provision for covered events of prior years	(10,701,713)	(7,778,272)
Total incurred claims and claim adjustment expenses	72,500,710	75,640,276
Payments:		
Attributable to covered events in the current year	7,253,866	8,063,297
Attributable to covered events in prior years	45,319,027	46,817,080
Total payments	52,572,893	54,880,377
Claims payable, end of year	$ 256,864,339	$ 235,754,748
Components of claims payable		
Current portion	$ 73,120,000	$ 67,300,000
Non-current portion	183,744,339	168,454,748
Total claims payable	$ 256,864,339	$ 235,754,748
Categories of claims payable		
Claim reserves	$ 158,318,811	$ 142,789,459
IBNR	79,804,335	76,873,289
ULAE	18,741,193	16,092,000
Total claims payable	**$ 256,864,339**	**$ 235,754,748**

The net liability for claims payable above is stated at the expected probability level and includes a discount of 1.5% for anticipated future investment earnings. The impact of discounting is shown below.

	Primary Liability	Primary WC	Excess Liability	Excess WC	Central Coast Cities	Sequoia Pacific	Total
Undiscounted	$ 115,520,290	$ 105,853,611	$ 18,815,871	$ 2,881,614	$ 1,125,737	$ 31,599,408	$ 275,796,531
Discount	(4,006,290)	(8,690,611)	(1,017,871)	(352,614)	(100,675)	(4,764,131)	(18,932,192)
Discounted	$ 111,514,000	$ 97,163,000	$ 17,798,000	$ 2,529,000	$ 1,025,062	$ 26,835,277	$ 256,864,339

(5) Retrospective Adjustments

The accompanying Statement of Net Position reports retrospective deposit balances including all retrospective deposit activity through June 30, 2023. The table below shows this information by program. Non-current retrospective deposits receivable were marked down by $8 million in 2019 due to the posting of an allowance for doubtful accounts. The Authority subsequently executed a repayment agreement with the agency responsible for the balance marked down. Reversal of the mark down will be reevaluated during a future period, pending extended performance under the repayment agreement.

	Primary Liability	Primary WC	Total
Beginning Balances			
Retrospective Deposits Receivable			
Current	$ 3,366,153	$ 2,019,914	$ 5,386,067
Non-Current	3,731,024	1,617,191	5,348,215
Subtotal	7,097,177	3,637,105	10,734,282
Retrospective Refunds Payable			
Current	(32,856)	(328,370)	(361,226)
Overall Net Retrospective Balances	7,064,321	3,308,735	10,373,056
Activity			
Refunds Applied	50,003	416,869	466,872
Gross Deposits Received	(3,781,576)	(2,252,517)	(6,034,093)
Fees Received	44,978	70,890	115,868
Transfers (In)/Out	35,802	(35,802)	-
Oct 2022 Adjustment	2,870,330	(468,788)	2,401,542
Member Distributions Applied	(149,088)	-	(149,088)
Other Adjustments	-	-	-
Subtotal	(929,551)	(2,269,348)	(3,198,899)
Ending Balances			
Retrospective Deposits Receivable			
Current	2,970,070	296,753	3,266,823
Non-Current	3,516,639	1,423,395	4,940,034
Subtotal	6,486,709	1,720,148	8,206,857
Retrospective Refunds Payable			
Current	(351,939)	(680,761)	(1,032,700)
Overall Net Retrospective Balances	**$ 6,134,770**	**$ 1,039,387**	**$ 7,174,157**
Change in Balances	(929,551)	(2,269,348)	(3,198,899)
	-13.2%	-68.6%	-30.8%

(6) Non-Risk Sharing Insurance Programs

The Authority's All-Risk Property Program and Pollution Legal Liability Program are insured and underwritten by several commercial insurance companies. These programs do not involve the sharing of risk. Net claim payments reflect current year activity relative to all coverage periods incurred. The following table provides a summary of significant activity for non-risk sharing insurance programs.

	All-Risk Property	Pollution Legal Liability	Underground Storage Tanks	Total
Revenues from members	$ 22,893,545	$ 498,776	$ 21,488	$ 23,413,809
Net investment earnings	(2,642)	-	-	(2,642)
Premiums paid to insurers	(17,675,850)	(448,776)	(16,988)	(18,141,614)
Broker fees paid	(396,930)	(50,000)	-	(446,930)
Net claim payments	(2,032,047)	-	-	(2,032,047)
Program admin expenses	(920,467)	-	-	(920,467)
Total non-risk sharing activity	$ 1,865,609	$ -	$ 4,500	$ 1,870,109

(7) Defined Benefit Pension Plans

The Authority participates in defined benefit pension plans through CalPERS and has retirement enhancement plans administered through Public Agency Retirement Services (PARS). This footnote provides disclosures regarding the pension plans. The cost-of-living adjustments for each plan are applied as specified by Public Employees' Retirement Law. The Plans' provisions and benefits in effect at June 30, 2023, are summarized as follows:

	CalPERS Misc. Classic	CalPERS Misc. PEPRA
	Hired Before Jan 1, 2013	Hired on or After Jan 1, 2013
Benefit formula	2.0% @ 55	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	55	62
Monthly benefits, as a % of eligible compensation	2.000%	2.000%
Required employee contribution rates	7.000%	6.750%
Required employer contribution rates	10.870%	7.470%

	PARS REP EE	PARS REP EC
	Hired Before Jan 1, 2013	Plan Closed Dec 31, 2012
Benefit formula	0.5% @ 55	see note*
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	55	55
Monthly benefits, as a % of eligible compensation	0.500%	n/a
Required employee contribution rates	0.000%	n/a
Required employer contribution rates	5.240%	fully funded

*Note: PARS REP EC is a retirement enhancement plan that pays a fixed monthly benefit based on years of service; $125 for 5 years, $150 for 6 years, $175 for 7 years, $200 for 8 years, $225 for 9 years, and $250 for 10 years of service or more. PARS REP EC became a closed plan (no new participants) as of December 31, 2012.

Contributions recognized as part of pension expense for the year ended June 30, 2023:

	CalPERS Miscellaneous Consolidated	PARS REP EE	PARS REP EC
Employer Contributions	$ 752,700	$ 115,395	$ 2,200

The following tables provide information related to the Authority's pension liabilities, pension expenses and deferred outflows and inflows of resources for pensions. As of June 30, 2023, the Authority reported net pension liabilities for its proportionate share of the net pension liability of each Plan as follows:

	Proportionate Share of Net Pension Liability/(Asset)
CalPERS Misc.	$ 4,067,403
PARS REP EE	(123,428)
PARS REP EC	(60,888)
Total Net Pension Liability	$ 3,883,087

The Authority's proportionate share of the net pension liability of the multi-employer plans (CalPERS) as of the measurement dates June 30, 2022 and 2023 were:

	CalPERS Misc. Classic	CalPERS Misc. PEPRA	PARS REP EE	PARS REP EC
Proportion - June 30, 2022	0.08039%	*	*	*
Proportion - June 30, 2023	0.08692%	*	*	*
Change - Increase (Decrease)	0.00653%	*	*	*

*Information not available

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Measurement Period Ended June 30	CalPERS Miscellaneous Consolidated	PARS REP EE	PARS REP EC	Total
2024	$ 455,887	$ 11,672	$ 4,674	$ 472,233
2025	$ 373,427	$ 7,815	$ 1,742	$ 382,984
2026	$ 198,772	$ 123,456	$ 15,002	$ 337,230
2027	$ 455,692	$ (11,361)	$ (1,169)	$ 443,162
2028	$ -	$ -	$ -	$ -
Thereafter	$ -	$ -	$ -	$ -

Actuarial Assumptions used for determining the pension liability as of June 30, 2023:

	CalPERS Miscellaneous Consolidated	PARS
Valuation Date Measurement Date Actuarial Cost Method	June 30, 2022 June 30, 2023 Entry-Age Normal Cost	June 30, 2022 June 30, 2023 Entry-Age Normal Cost
Actuarial Assumptions: Discount Rate Inflation Payroll Growth Rate	 6.80% 2.30% Varies by Entry Age and Service	 6.50% 2.30% 2.80%
Projected Salary Increase	Protection Allowance Floor on purchase power applies, 2.50% thereafter	Merit plus inflation
Investment Rate of Return **	6.80%	6.50%
Mortality	Derived using CalPERS membership data for all funds	Consistent with Non-Industrial rates used to value Miscellaneous Agency CalPERS Pension Plans after June 30, 2021

** Net of pension plan investment expenses, including inflation

As of June 30, 2023, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	CalPERS Miscellaneous Consolidated		PARS REP EE		PARS REP EC		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 752,700	$ -	$ -	$ -	$ -	$ -	$ 752,700	$ -
Difference between projected and actual experience	81,681	54,707	-	107,041	-	-	81,681	161,748
Difference in actual vs. projected contributions	10,306	39,594	-	-	-	-	10,306	39,594
Change in proportion	324,260	-	-	-	-	-	324,260	-
Changes in assumptions	416,790	-	59,289	-	-	-	476,079	-
Net differences between projected and actual earnings on plan investments	745,040	-	179,334	-	20,249	-	944,623	-
Total	$ 2,330,777	$ 94,301	$ 238,623	$ 107,041	$ 20,249	$ -	$2,589,649	$ 201,342

The tables below reflect the long-term expected real rate of return by asset class for each Plan. Rates of return were calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class for CalPERS Miscellaneous Consolidated	Current Strategic Allocation	Real Return
Global Equity - Cap-weighted	30.00%	4.54%
Global Equity - Non-Cap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%
	100.00%	

Expected inflation of 2.30%

Asset Class for PARS REP EE	Current Strategic Allocation	Long-Term Expected Arithmetic Real Rate of Return	Long-Term Expected Geometric Real Rate of Return
US Cash	5.00%	0.51%	0.49%
US Core Fixed Income	37.41%	2.07%	1.93%
US Equity Market	44.24%	5.56%	3.90%
Foreign Developed Equity	7.11%	6.89%	5.07%
Emerging Markets Equity	4.47%	9.58%	6.18%
US REITS	1.77%	6.96%	4.74%
	100.00%		
Long-Term Expected Rate of Return			6.50%

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

	Discount Rate - 1%	Current Discount Rate	Discount Rate + 1%
	(5.90%)	Rate (6.90%)	(7.90%)
CalPERS Misc. Consolidated	$ 6,534,681	$ 4,067,403	$ 2,037,446
	(5.50%)	(6.50%)	(7.50%)
PARS REP EE	$ 275,364	$ (123,428)	$ (387,852)
PARS REP EC	$ (41,900)	$ (60,888)	$ (77,687)
Total	$ 6,768,145	$ 3,883,087	$ 1,571,907

(8) Other Post-Employment Benefits, OPEB

Plan Description: In response to the GASB 45 requirement, the Authority contracted with PARS to establish a Post-Retirement Health Care Plan Trust. The Trust is structured as a multiple-employer trust in accordance with Section 115 of the Internal Revenue Code. To comply with GASB 43 and 45, the Trust was established as an irrevocable exclusive benefit trust to fund retiree health care benefits.

Consistent with other Authority benefit plans, the Chief Executive Officer (CEO) administers the PARS plan and has overall responsibility for the plan, including selection of the plan's asset investment approach. PARS serves as the trust administrator. US Bank serves as the trustee of the PARS GASB 45 Funding Program. Highmark Capital Management is the investment manager of trust assets. GASB 43 and 45 were superseded by GASB 74 and 75.

Funding Policy: The contribution requirements to the Trust are established and may be amended by the Executive Committee. The contribution to be made each year to the Trust is determined by the Executive Committee as part of its budget process.

Eligibility: The Authority provides medical insurance benefits to its retirees who: (1) retire from the Authority; and (2) receive a retirement from PERS based on an application to PERS dated the same date as the employee's retirement date from the Authority. Eligible retirees and their qualified dependents may receive retiree medical insurance, at the Authority's cost, up to 100% of the PERS Platinum or PERS Platinum Medicare Supplement, as applicable. As of October 1, 2020, the Authority began providing dental and vision insurance to retirees. Eligibility for retiree dental and vision insurance is the same as that for retiree medical insurance and is available for employees who retire on or after October 1, 2020.

Annual OPEB Cost and Net OPEB Obligation: The Authority's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the actuarially determined contribution of the employer (ADC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 74/75. The ADC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

Employees covered by benefit terms. At June 30, 2023, the following number of employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits payments	18
Inactive employees entitled to but not yet receiving benefits payments	0
Active employees	29
Total	47

Contributions. For the year ended June 30, 2023, the Authority's average contribution rate was 100% of covered-employee payroll. Employees are not required to contribute to the plan.

Net OPEB Liability

The Authority's net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

Actuarial assumptions. The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified: (1) Inflation 3.0 percent; (2) Salary Increases N/A; (3) Investment Rate of Return 6.5 percent.

Healthcare cost trend rates	Medical	Pharmacy	Dental	Vision
Year 1	4.70%	5.20%	3.50%	3.00%
Year 2	4.80%	4.80%	3.50%	3.00%
Year 3	4.70%	4.70%	3.00%	3.00%
Year 4	4.60%	4.60%	3.00%	3.00%
Year 5	4.50%	4.50%	3.00%	3.00%
Year 6	4.40%	4.40%	3.00%	3.00%
Year 7	4.30%	4.30%	3.00%	3.00%
Year 8	4.20%	4.20%	3.00%	3.00%
Year 9	4.20%	4.20%	3.00%	3.00%
Year 10+	4.20%	4.20%	3.00%	3.00%

Mortality rate assumptions were based on the Society of Actuaries' PUB-2010 Public Retirement Plans Mortality Tables with adjustments for mortality improvements.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Strategic Allocation	Long-Term Expected Arithmetic Real Rate of Return	Long-Term Expected Geometric Real Rate of Return
US Cash	5.00%	0.51%	0.49%
US Core Fixed Income	37.41%	2.07%	1.93%
US Equity Market	44.24%	5.56%	3.90%
Foreign Developed Equity	7.11%	6.89%	5.07%
Emerging Markets Equity	4.47%	9.58%	6.18%
US REITS	1.77%	6.96%	4.74%
Long-Term Expected Rate of Return			6.50%

Discount rate. The discount rate used to measure the total OPEB liability was 6.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Sensitivity of the net OPEB liability to changes in the discount rate: The following presents the net OPEB liability of the Authority, as well as what the Authority's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	Discount Rate - 1% (5.50%)	Current Discount (6.50%)	Discount Rate + 1% (7.50%)
Net OPEB liability (asset)	$ 1,919,110	$ 1,137,268	$ 478,826
Change from baseline	$ 781,842		$ (658,442)

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates: The following presents the net OPEB liability of the Authority, as well as what the Authority's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	Healthcare Cost		
	Baseline Trend - 1%	Baseline Trend	Baseline Trend + 1%
Net OPEB liability (asset)	$ 392,981	$1,137,268	$ 2,023,838
Change from baseline	$ (744,287)		$ 886,570

Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at June 30, 2022	$ 5,750,618	$ 4,906,884	$ 843,734
Changes for the year			
Service Cost	499,967	-	499,967
Interest	461,780	-	461,780
Effect of Plan Changes	-	-	-
Effect of Economic/Demographic Gains/Losses	(354,466)	-	(354,466)
Effect of Assumption Changes or Inputs	658,442	-	658,442
Benefit Payments	(190,480)	(190,480)	-
Employer Contributions	-	552,480	(552,480)
Net Investment Income	-	419,709	(419,709)
Administrative Expenses	-	-	-
Net Changes	1,075,243	781,709	293,534
Balance at June 30, 2023	$ 6,825,861	$ 5,688,593	$ 1,137,268

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB: For the year ended June 30, 2023, the Authority recognized OPEB expense of $293,534. At June 30, 2023, the Authority had no deferred outflows of resources or deferred inflows of resources related to OPEB.

Payable to the OPEB Plan: At June 30, 2023, the Authority did not report any payables for the outstanding amount of contributions to the Authority Plan.

(9) Contract Services Provided to Other Agencies

For the fiscal year ended June 30, 2023 the Authority provided administrative consulting services to the Los Angeles County Liability Trust Fund (LTF) and was compensated on a fee for service basis. The Authority did not have custody of LTF assets.

For the fiscal year ended June 30, 2023 the Authority also provided administrative consulting services to the Central Coast Cities Self Insurance Fund (CCCSIF) for Workers' Compensation tail claims incurred prior to July 1, 2004. During the fiscal year, the Authority maintained custody of CCCSIF assets. Financial activity related to CCCSIF is accounted for separately in a custodial fund administered by the Authority. Custodial fund activity for the year ended June 30, 2023 is included in the consolidated financial statements and summarized in the following table.

	2023
Other deposits payable as of 7/1/2022	$ 2,213,259
Amounts received	83,543
Amounts paid on behalf	(235,488)
Other deposits payable as of 6/30/2023	$ 2,061,314

Other deposits payable by type:

Claims payable	$ 1,025,062
Designated for Actuarial Funding in Excess of Expected	109,508
Due to Participating Cities	926,744
Total	$ 2,061,314

(10) Contingencies

Various claims and suits have been filed against the members of the Authority in the normal course of its operations. The probable amounts of loss associated with these cases have been estimated by contracted actuarial consultants and reflected in the accompanying financial statements as claims payable. Although the outcome of these claims and lawsuits is uncertain, management does not expect that the resolution of these cases will have a material adverse effect on the Authority beyond the provision for claims payable reflected in the accompanying financial statements.

(11) Salvaged Assets

Salvaged assets reflect an anticipated recovery on a land subsidence claim in the Primary Liability Program. The Authority acquired real property in the course of resolving the claim. A recovery is expected in the future when the property is sold. An appraisal was conducted in 2012 which serves as the basis for the asset valuation. The estimate should be viewed as the amount of expected net proceeds anticipated from the eventual sale. The estimate was not reduced to account for the cost of remediation, or any other costs associated with property improvements because those expenses and liabilities have already been accounted for as part of the underlying claim file. Real property values are volatile and subject to changes in market conditions. The actual recoveries, when they occur, may vary from the estimate.

Required Supplementary Information

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Defined Benefit Pension Plans
Schedule of Proportionate Share of the Net Pension Liability
As of June 30, 2023

CalPERS Miscellaneous Consolidated	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022 (1)
Proportion of the net pension liability	0.083910%	0.059770%	0.006257%	0.063870%	0.069328%	0.073330%	0.077720%	0.080390%	0.086920%
liability	$ 2,073,827	$ 1,639,879	$ 2,218,760	$ 2,666,524	$ 2,612,771	$ 2,936,613	$ 3,278,369	$ 1,526,485	$ 4,067,403
Covered-employee payroll (2)	$ 2,327,758	$ 2,682,094	$ 3,037,419	$ 3,037,419	$ 3,448,823	$ 3,455,842	$ 3,633,749	$ 4,413,547	$ 4,709,280
liability as percentage of covered-employee payroll	89.09%	61.14%	73.05%	87.79%	75.76%	84.98%	90.22%	34.59%	86.37%
Plans fiduciary net position as a percentage of the total pension liability	78.67%	78.40%	79.89%	75.39%	79.82%	79.14%	78.82%	90.72%	77.53%
Proportionate share of aggregate employer contributions (3)	$ 334,032	$ 301,892	$ 306,510	$ 355,251	$ 393,580	$ 461,730	$ 545,027	$ 586,919	$ 727,852

PARS EE	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023 (1)
Proportion of the net pension liability	*	*	*	*	*	*	*			
liability	$ 865,992	$ 922,433	$ 987,098	$ 515,962	$ 444,000	$ 93,540	$ 77,007	$ (590,122)	$ (25,482)	$ (123,428)
Covered-employee payroll (2)	$ 2,073,164	$ 2,135,359	$ 2,202,636	$ 2,240,698	$ 2,307,919	$ 2,357,296	$ 2,486,235	$ 2,307,308	$ 2,083,146	$ 2,098,097
liability as percentage of covered-employee payroll	41.77%	43.20%	44.81%	23.03%	19.24%	3.97%	3.10%	-25.58%	-1.22%	-5.88%
Plans fiduciary net position as a percentage of the total pension liability	*	60.05%	60.29%	77.72%	82.02%	96.06%	96.97%	122.46%	100.91%	104.20%
Proportionate share of aggregate employer contributions (3)	$ 172,090	$ 177,684	$ 202,432	$ 206,231	$ 191,132	$ 195,696	$ 146,388	$ 145,810	$ 130,037	$ 104,501

PARS EC	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023 (1)
Proportion of the net pension liability	*	*	*	*	*	*	*	*	*	*
liability	$ (52,628)	$ (36,035)	$ (6,421)	$ (23,792)	$ (27,825)	$ (21,952)	$ (11,597)	$ (99,822)	$ (26,161)	$ (60,888)
Covered-employee payroll (2)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
liability as percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plans fiduciary net position as a percentage of the total pension liability	*	110.08%	101.82%	106.81%	108.08%	106.36%	103.41%	131.78%	108.50%	122.20%
Proportionate share of aggregate employer contributions (3)	$ 1,455	$ 1,455	$ 5,137	$ 5,137	$ 1,383	$ 1,383	$ 1,358	$ 1,358	$ 1,358	$ 1,358

(1) Historical information is required only for measurement periods for which GASB 68 is applicable.
(2) Covered-employee payroll represented above is based on pensionable earnings provided by the employer.
(3) The plan's proportionate share of aggregate contributions may not match the actual contributions made by the employer during the measurement period. The plan's proportionate share of aggregate contributions is based on the plan's proportion of fiduciary net position shown on line 5 of the table above as well as any additional side fund (or unfunded liability) contributions made by the employer during the measurement period.
* Information not available

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Defined Benefit Pension Plans
Schedule of Contributions
As of June 30, 2023

Fiscal Year [1]

Proportion of the net pension liability	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
Actuarially Determined Contribution (2)	$ 334,032	$ 301,892	$ 306,510	$ 355,251	$ 393,580	$ 461,730	$ 545,027	$ 586,919	$ 727,852
Contributions in relation to the actuarially determined contributions (2)	(334,032)	(472,140)	(263,865)	(263,865)	(268,522)	(313,124)	(523,164)	(609,350)	679,901
Contribution deficiency (excess)	$ -	$ (170,248)	$ 42,645	$ 91,386	$ 125,058	$ 148,606	$ 21,863	$ (22,431)	$ 1,407,753
Covered-employee payroll (3,4)	$ 2,327,758	$ 2,682,094	$ 3,037,419	$ 3,105,427	$ 3,105,427	$ 3,455,842	$ 3,633,749	$ 4,413,547	$ 4,709,280
Contributions as a percentage of covered-employee payroll (3)	14.35%	11.26%	8.69%	8.50%	8.65%	9.06%	14.40%	13.81%	-14.44%

PARS EE	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21*	2021-22*	2022-23*
Actuarially Determined Contribution (2)	$ 172,090	$ 177,684	$ 202,432	$ 206,231	$ 191,132	$ 195,696	$ 146,388	$ 145,810	$ 130,037	$ 104,501
Contributions in relation to the actuarially determined contributions (2)	(173,377)	(168,903)	(214,680)	(217,175)	(221,064)	(230,171)	(237,791)	(218,733)	(197,482)	(115,395)
Contribution deficiency (excess)	$ (1,287)	$ 8,781	$ (12,248)	$ (10,944)	$ (29,932)	$ (34,475)	$ (91,403)	$ (72,923)	$ (67,445)	$ (10,894)
Covered-employee payroll (3,4)	$ 2,073,164	$ 2,135,359	$ 2,202,636	$ 2,240,698	$ 2,307,919	$ 2,357,296	$ 2,486,235	$ 2,307,308	$ 2,083,146	$ 2,098,097
Contributions as a percentage of covered-employee payroll (3)	8.36%	7.91%	9.75%	9.69%	9.58%	9.76%	9.56%	9.48%	9.48%	5.50%

PARS EC	2013-14	2014-15	2015-16*	2016-17*	2017-18*	2018-19*	2019-20*	2020-21*	2021-22*	2022-23*
Actuarially Determined Contribution (2)	$ 1,455	$ 1,455	$ 5,137	$ 5,137	$ 1,383	$ 1,383	$ 1,358	$ 1,358	$ 1,358	$ 1,358
Contributions in relation to the actuarially determined contributions (2)	(2,199)	(2,200)	(2,200)	(2,200)	(2,200)	(2,200)	(4,250)	(2,200)	(2,200)	(2,200)
Contribution deficiency (excess)	$ (744)	$ (745)	$ 2,937	$ 2,937	$ (817)	$ (817)	$ (2,892)	$ (842)	$ (842)	$ (842)
Covered-employee payroll (3,4)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a percentage of covered-employee payroll (3)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(1) Historical information is required only for measurement periods for which GASB 68 is applicable.
(2) Employers are assumed to make contributions equal to the actuarially determined contributions. Employers may choose to make additional contributions towards their side fund or their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions. CalPERS has determined that employer obligations referred to as "side funds" do not conform to the circumstances described in paragraph 120 of GASB 68, therefore are not considered separately financed specific liabilities.
(3) Covered-employee payroll represented above is based on pensionable earnings provided by the employer.
(4) Payroll from prior year was assumed to increase by the 2.80 percent payroll growth assumption.
* Plan is in surplus.

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
OPEB Disclosures
As of June 30, 2023

OPEB Schedule of Contributions

	2023	2022	2021	2020	2019	2018
Gross Actuarially determined contribution (ADC)	$ 647,797	$ 551,624	$ 397,936	$ 410,027	$ 396,918	$ 365,437
OPEB qualified expenditures	(190,480)	(175,914)	(158,006)	(143,307)	(149,105)	(152,450)
Net ADC	$ 457,317	$ 375,710	$ 239,930	$ 266,720	$ 247,813	$ 212,987
Contributions made	$ 362,000	$ 240,000	$ 270,000	$ 300,000	$ -	$ 201,000
Contribution deficiency (excess)	$ 95,317	$ 135,710	$ (30,070)	$ (33,280)	$ 247,813	$ 11,987
Covered-employee payroll	$ 2,098,097	$ 2,083,146	$ 2,307,308	$ 2,486,235	$ 2,357,296	$ 2,307,919
Contributions as a percentage of covered-payroll	4.54%	6.51%	-1.30%	-1.34%	10.51%	0.52%

OPEB Schedule of Changes

	2023	2022	2021	2020	2019	2018
Total OPEB Liability						
Service Cost	$ 499,967	$ 380,042	$ 264,754	$ 264,754	$ -	$ 263,162
Interest	461,780	446,572	394,341	421,215	-	331,939
Change of benefits terms	-	-	-	-	-	-
Differences between expected and actual experience	-	-	-	-	257,123	211,648
Effect of economic/demographic gains or losses	(354,466)	(560,705)	- 88,826	(761,582)	-	-
Changes of assumptions	658,443	-	-	239,386	-	(230,700)
Benefit Payments	(190,480)	(175,914)	(158,006)	(143,307)	-	-
Adjustments	-	-	(20,465)	-	-	-
Net change in total OPEB liability	1,075,244	89,995	569,450	20,466	257,123	576,049
Total OPEB Liability - beginning	5,750,617	5,660,622	5,091,172	5,070,706	4,813,583	4,237,534
Total OPEB Liability - ending (a)	$ 6,825,861	$ 5,750,617	$ 5,660,622	$ 5,091,172	$ 5,070,706	$ 4,813,583
Plan fiduciary net position						
Contributions - employer	552,480	415,914	428,006	668,316	-	353,450
Net investment income	419,710	(773,912)	1,095,155	95,273	(152,449)	221,624
Benefit payments	(190,480)	(175,914)	(158,006)	(143,307)	-	-
Administrative expenses	-	-	-	-	-	-
Net change in plan fiduciary net position	781,710	(533,912)	1,365,155	620,282	(152,449)	575,074
Plan fiduciary net position - beginning	4,906,883	5,440,795	4,075,640	3,455,358	3,607,807	3,032,733
Plan fiduciary net position - ending (b)	$ 5,688,593	$ 4,906,883	$ 5,440,795	$ 4,075,640	$ 3,455,358	$ 3,607,807
Authority's net OPEB liability - ending (a) - (b)	$ 1,137,268	$ 843,734	$ 219,827	$ 1,015,532	$ 1,615,348	$ 1,205,776
Plan fiduciary net position as a percentage of the total OPEB liability	83.34%	85.33%	96.12%	80.05%	68.14%	74.95%
Covered-employee payroll	$ 2,098,097	$ 2,083,146	$ 2,307,308	$ 2,486,235	$ 2,357,296	$ 2,307,919
Authority's net OPEB liability as a percentage of covered payroll	54.20%	40.50%	9.53%	40.85%	68.53%	52.25%

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Reconciliation of Claims Payable by Type of Contract

	Primary Liability		Primary WC		Property		Excess Liability	
	2023	2022	2023	2022	2023	2022	2023	2022
Unpaid claims and claim adjustment expenses at beginning of the year	$ 102,632,000	$ 94,406,000	$ 99,409,000	$ 101,049,000	$ -	$ -	$ 11,196,000	$ 4,254,000
Incurred claims and claim adjustment expenses:								
Provision for covered events of the current year	35,969,000	33,230,000	28,639,000	28,113,000	2,032,047	4,146,548	4,084,000	4,866,000
Changes in provision for covered events of prior years	(3,236,795)	(2,488,689)	(5,810,387)	(3,335,277)			3,317,615	2,076,695
Total incurred claims and claim adjustment expenses	32,732,205	30,741,311	22,828,613	24,777,723	2,032,047	4,146,548	7,401,615	6,942,695
Payments:								
Claims & claim adjustment expenses attributable to:								
Covered events of the current year	2,024,101	1,745,271	3,089,325	2,171,478	2,032,047	4,146,548	25,026	-
Covered events of prior years	21,826,104	20,770,040	21,985,288	24,246,245			774,589	695
Total payments	23,850,205	22,515,311	25,074,613	26,417,723	2,032,047	4,146,548	799,615	695
Total unpaid claims and claim adjustment expenses at end of year	$ 111,514,000	$ 102,632,000	$ 97,163,000	$ 99,409,000	$ -	$ -	$ 17,798,000	$ 11,196,000
Components of claims payable								
Current portion	$ 39,030,000	$ 35,920,000	$ 24,290,000	$ 24,850,000			$ 6,230,000	$ 3,920,000
Non-current portion	72,484,000	66,712,000	72,873,000	74,559,000			11,568,000	7,276,000
Total claims payable	$ 111,514,000	$ 102,632,000	$ 97,163,000	$ 99,409,000	$ -	$ -	$ 17,798,000	$ 11,196,000
Categories of claims payable								
Claim reserves	$ 78,661,000	$ 69,105,000	$ 54,467,000	$ 58,664,000			$ 13,077,000	$ 6,917,000
IBNR: incurred but not reported	24,426,000	26,421,000	36,955,000	35,050,000			1,630,000	1,924,000
ULAE: unallocated loss adjustment expense	8,427,000	7,106,000	5,741,000	5,695,000			3,091,000	2,355,000
Total claims payable	**$ 111,514,000**	**$ 102,632,000**	**$ 97,163,000**	**$ 99,409,000**	$ -	-	**$ 17,798,000**	**$ 11,196,000**

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Reconciliation of Claims Payable by Type of Contract

	Excess WC		CCCSIF		Sequoia Pacific		Totals	
	2023	2022	2023	2022	2023	2022	2023	2022
Unpaid claims and claim adjustment expenses at beginning of the year	$ 2,412,000	$ 1,476,000	$ 1,181,774	$ 1,329,266	$ 20,105,748	$ 13,809,849	$ 236,936,522	$ 214,994,849
Incurred claims and claim adjustment expenses:								
Provision for covered events of the current year	895,000	1,257,000	-	-	11,500,009	11,806,000	83,119,056	83,418,548
Changes in provision for covered events of prior years	(778,000)	(321,000)	(167,137)	(78,069)	(4,027,009)	(3,710,001)	(10,701,713)	(7,778,272)
Total incurred claims and claim adjustment expenses	117,000	936,000	(167,137)	(78,069)	7,473,000	8,095,999	72,417,343	75,640,276
Payments:								
Claims & claim adjustment expenses attributable to:								
Covered events of the current year	-	-	-	-	-	-	7,170,499	8,063,297
Covered events of prior years	-	-	(10,425)	69,424	743,471	1,800,100	45,319,027	46,817,080
Total payments	-	-	(10,425)	69,424	743,471	1,800,100	52,489,526	54,880,377
Total unpaid claims and claim adjustment expenses at end of year	$ 2,529,000	$ 2,412,000	$ 1,025,062	$ 1,181,774	$ 26,835,277	$ 20,105,748	$ 256,864,339	$ 235,754,748
Components of claims payable								
Current portion	$ 630,000	$ 600,000	$ 260,000	$ 300,000	$ 2,680,000	$ 2,010,000	$ 73,120,000	$ 67,300,000
Non-current portion	1,899,000	1,812,000	765,062	881,774	24,155,277	18,095,748	183,744,339	168,454,748
Total claims payable	$ 2,529,000	$ 2,412,000	$ 1,025,062	$ 1,181,774	$ 26,835,277	$ 20,105,748	$ 256,864,339	$ 235,754,748
Categories of claims payable								
Claim reserves	$ 314,000	$ 476,000	$ 573,116	$ 926,585	$ 11,226,695	$ 7,627,459	$ 158,318,811	$ 142,789,459
IBNR: incurred but not reported	959,000	1,000,000	225,753	34,075	15,608,582	12,478,289	79,804,335	76,873,289
ULAE: unallocated loss adjustment expense	1,256,000	936,000	226,193	221,114	-	-	18,741,193	16,092,000
Total claims payable	**$ 2,529,000**	**$ 2,412,000**	**$ 1,025,062**	**$ 1,181,774**	**$ 26,835,277**	**$ 20,105,748**	**$ 256,864,339**	**$ 235,754,748**

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Schedule of Ten-Year Claims Development Information: Primary Liability Program
Fiscal and Coverage Years Ended June 30 (In Thousands of Dollars)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
1. Required contribution and investment revenue:										
Earned	$ 47,178	$ 44,739	$ 49,556	$ 45,090	$ 48,977	$ 54,807	$ 57,156	$ 50,080	$ 41,773	$ 51,544
Ceded	7,544	6,151	6,925	7,653	7,990	5,722	8,745	11,997	10,975	9,175
Net earned	39,634	38,588	42,631	37,437	40,987	49,085	48,411	38,083	30,798	42,369
2. Unallocated expenses	6,347	6,805	6,693	7,974	8,056	8,505	8,377	8,279	8,284	8,894
3. Estimated incurred claims expense, end of coverage year										
Incurred	33,032	34,051	34,202	35,895	33,766	41,409	39,111	43,404	42,853	43,496
Ceded Claims	7,544	6,151	6,925	7,653	7,990	5,722	8,745	11,997	10,975	9,175
Net incurred claims	25,488	27,900	27,277	28,242	25,776	35,687	30,366	31,407	31,878	34,321
4. Paid (cumulative) as of:										
End of coverage year	1,755	2,549	2,500	2,337	1,499	2,010	2,310	2,137	1,745	2,024
One year later	6,194	7,114	10,234	6,107	6,340	5,740	7,586	6,496	5,151	
Two years later	13,449	17,091	16,545	16,090	12,646	10,781	11,115	11,918		
Three years later	26,004	25,577	19,847	23,039	15,783	15,425	17,399			
Four years later	29,069	30,272	29,037	24,991	19,280	18,347				
Five years later	29,368	32,652	29,351	26,664	21,832					
Six years later	31,998	32,836	30,185	27,087						
Seven years later	35,645	33,488	30,605							
Eight years later	35,646	33,372								
Nine years later	35,646									
5. Re-estimated ceded claims and expenses	-	-	-	-	-	-	-	-	-	-
6 Re-estimated net incurred losses										
End of coverage year	25,488	27,900	27,277	28,242	25,776	35,687	30,366	31,407	31,878	34,321
One year later	31,662	35,086	30,134	28,695	29,593	29,438	30,102	30,039	33,274	
Two years later	29,139	34,005	27,840	28,877	26,433	28,300	29,360	31,958		
Three years later	34,532	33,696	25,610	28,816	26,702	24,463	27,148			
Four years later	34,269	34,549	31,777	29,182	25,331	23,501				
Five years later	33,770	34,850	31,305	28,778	25,255					
Six years later	35,761	34,866	32,646	28,173						
Seven years later	36,167	34,893	31,727							
Eight years later	36,531	34,289								
Nine years later	36,378									
7 Increase (decrease) in estimated incurred claims expense from end of coverage year	$ 10,890	$ 6,389	$ 4,450	$ (69)	$ (521)	$ (12,186)	$ (3,218)	$ 551	$ 1,396	$ -

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Schedule of Ten-Year Claims Development Information: Primary Workers' Compensation Program
Fiscal and Coverage Years Ended June 30 (In Thousands of Dollars)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
1. Required contribution and investment revenue:										
Earned	$ 30,857	$ 33,127	$ 39,410	$ 34,226	$ 32,641	$ 42,516	$ 43,195	$ 37,537	$ 31,683	$ 41,800
Ceded	875	769	845	900	894	909	2,358	2,907	2,214	2,672
Net earned	29,982	32,358	38,565	33,326	31,747	41,607	40,837	34,630	29,469	39,128
2. Unallocated expenses	4,907	5,284	6,137	6,245	7,319	7,475	8,522	7,803	8,867	10,391
3. Estimated incurred claims expense, end of coverage year										
Incurred	23,543	23,175	21,554	25,257	26,152	27,270	27,163	30,748	29,774	31,016
Ceded Claims	875	769	845	900	894	909	2,358	2,907	2,214	2,672
Net incurred claims	22,668	22,406	20,709	24,357	25,258	26,361	24,805	27,841	27,560	28,344
4. Paid (cumulative) as of:										
End of coverage year	2,579	3,355	3,496	3,864	3,701	4,693	2,083	3,757	2,171	3,089
One year later	6,879	8,138	8,092	10,857	8,973	11,910	8,536	10,884	11,503	
Two years later	9,867	12,633	10,776	14,915	12,973	15,477	13,273	13,987		
Three years later	11,933	15,926	12,841	17,666	15,171	18,678	15,836			
Four years later	13,062	17,989	14,282	20,633	17,218	21,243				
Five years later	14,550	19,370	14,834	21,895	18,610					
Six years later	15,249	20,200	15,648	22,851						
Seven years later	15,562	21,183	15,912							
Eight years later	16,110	22,277								
Nine years later	16,290									
5. Re-estimated ceded claims and expenses	-	-	-	-	-	-	-	-	-	-
6 Re-estimated net incurred losses										
End of coverage year	22,668	22,406	20,709	24,357	25,258	26,361	24,805	27,841	27,560	28,344
One year later	21,281	23,824	22,620	26,628	26,046	29,718	24,164	27,882	29,028	
Two years later	21,522	26,718	23,044	28,840	26,297	29,323	24,662	25,295		
Three years later	22,457	28,098	21,770	28,123	24,621	29,861	23,099			
Four years later	20,623	27,346	20,999	26,963	22,103	28,794				
Five years later	20,045	27,575	19,024	26,353	22,953					
Six years later	19,542	26,221	18,319	26,682						
Seven years later	18,188	25,611	18,658							
Eight years later	17,814	25,547								
Nine years later	18,113									
7 Increase (decrease) in estimated incurred claims expense from end of coverage year	$ (4,555)	$ 3,141	$ (2,051)	$ 2,325	$ (2,305)	$ 2,433	$ (1,706)	$ (2,546)	$ 1,468	$ -

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Schedule of Ten-Year Claims Development Information: Excess Liability Program
Fiscal and Coverage Years Ended June 30 (In Thousands of Dollars)
Note: This program began in 2017

	2017	2018	2019	2020	2021	2022	2023
1. Required contribution and investment revenue:							
Earned	$ 2,421	$ 2,641	$ 4,708	$ 5,490	$ 8,896	$ 8,854	$ 9,996
Ceded	839	512	543	2,019	2,920	4,104	3,703
Net earned	1,582	2,129	4,165	3,471	5,976	4,750	6,293
2. Unallocated expenses	346	339	429	409	1,027	2,359	3,259
3. Estimated incurred claims expense, end of coverage year							
Incurred	1,276	1,275	2,297	3,379	4,274	8,075	6,842
Ceded Claims	839	512	543	2,019	2,920	4,104	3,703
Net incurred claims	437	763	1,754	1,360	1,354	3,971	3,139
4. Paid (cumulative) as of:							
End of coverage year	-	-	-	8	-	-	25
One year later	-	50	-	53	-	266	
Two years later	584	50	21	53	-		
Three years later	576	50	21	562			
Four years later	584	50	21				
Five years later	584	50					
Six years later	584						
Seven years later							
Eight years later							
Nine years later							
5. Re-estimated ceded claims and expenses	-	-	-	-	-	-	-
6 Re-estimated net incurred losses							
End of coverage year	437	763	1,754	1,360	1,354	3,971	3,139
One year later	874	393	294	822	2,273	4,799	
Two years later	642	212	618	1,071	3,837		
Three years later	601	270	496	4,190			
Four years later	788	182	444				
Five years later	2,038	50					
Six years later	584						
Seven years later							
Eight years later							
Nine years later							
7 Increase (decrease) in estimated incurred claims expense from end of coverage year	$ 1,601	$ (581)	$ (1,258)	$ 2,830	$ 2,483	$ 828	$ -

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Schedule of Ten-Year Claims Development Information: Excess Workers' Compensation Program
Fiscal and Coverage Years Ended June 30 (In Thousands of Dollars)
Note: This program began in 2018

	2018	2019	2020	2021	2022	2023
1. Required contribution and investment revenue:						
Earned	$ 360	$ 1,155	$ 1,735	$ 3,676	$ 3,782	$ 4,388
Ceded	27	66	280	536	536	708
Net earned	333	1,089	1,455	3,140	3,246	3,680
2. Unallocated expenses	2	16	38	1,024	1,862	2,188
3. Estimated incurred claims expense, end of coverage year						
Incurred	60	221	565	974	1,413	1,197
Ceded Claims	27	66	280	536	536	708
Net incurred claims	33	155	285	438	877	489
4. Paid (cumulative) as of:						
End of coverage year	-	-	-	-	-	-
One year later	-	-	-	-	-	
Two years later	-	-	-	-		
Three years later	-	-	-			
Four years later	-	-				
Five years later	-					
Six years later						
Seven years later						
Eight years later						
Nine years later						
5. Re-estimated ceded claims and expenses	-	-	-	-	-	-
6 Re-estimated net incurred losses						
End of coverage year	33	155	285	438	877	489
One year later	35	97	290	400	509	
Two years later	50	147	179	145		
Three years later	94	86	150			
Four years later	98	150				
Five years later	8					
Six years later						
Seven years later						
Eight years later						
Nine years later						
7 Increase (decrease) in estimated incurred claims expense from end of coverage year	$ (25)	$ (5)	$ (135)	$ (293)	$ (368)	$ -

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Schedule of Ten-Year Claims Development Information: Sequoia Pacific Reinsurance Company
Fiscal and Coverage Years Ended June 30 (In Thousands of Dollars)
Note: This program began in 2020

	2020	2021	2022	2023
1. Required contribution and investment revenue:				
Earned	$ 15,416	$ 29,521	$ 1,562	$ 17,712
Ceded	-	-	-	-
Net earned	15,416	29,521	1,562	17,712
2. Unallocated expenses	65	118	166	214
3. Estimated incurred claims expense, end of coverage year				
Incurred	11,120	9,098	9,972	9,826
Ceded Claims	-	-	-	-
Net incurred claims	11,120	9,098	9,972	9,826
4. Paid (cumulative) as of:				
End of coverage year	-	437	-	-
One year later	95	2,237	485	
Two years later	95	2,497		
Three years later	95			
Four years later				
Five years later				
Six years later				
Seven years later				
Eight years later				
Nine years later				
5. Re-estimated ceded claims and expenses	-	-	-	-
6 Re-estimated net incurred losses				
End of coverage year	11,120	9,098	9,972	9,826
One year later	4,711	6,327	8,986	
Two years later	3,805	4,646		
Three years later	2,783			
Four years later				
Five years later				
Six years later				
Seven years later				
Eight years later				
Nine years later				
7 Increase (decrease) in estimated incurred claims expense from end of coverage year	$ (8,337)	$ (4,452)	$ (986)	$ -

Notes to the Required Supplementary Information
Definition of Terms for Schedule of Ten-Year Claims Development Information

The schedules of ten-year claims development information on the preceding pages illustrate how the Authority's net earned revenue compares to related costs of losses and other expenses assumed by the Authority. The numbered rows on the schedules are defined as follows:

1. *Required contribution and investment revenue*: Contributions represent the total of each coverage year's gross earned contributions from members on a cumulative basis, which includes the coverage year's initial funding as well as all subsequent retrospective adjustments attributable to the subject year. Investment income is reported net of changes in fair market values as of coverage year-end. Premiums ceded to reinsurers and excess carriers are also stated.

2. *Unallocated expenses*: This line shows other operating costs of the Authority including each coverage year's overhead expenses and claims expenses not allocable to individual claims.

3. *Estimated incurred claims expenses, end of coverage year*: This line shows the Authority's gross incurred claims and allocated claim adjustment expense, claims assumed by reinsurers and excess carriers (ceded claims), and the net incurred claims and allocated claim adjustment expenses (both paid and accrued) as originally reported at the end of the first year in which the event that triggered coverage under the contract occurred (called *coverage year*), on an undiscounted basis.

4. *Paid (cumulative) as of*: This section of ten rows shows the cumulative net amounts paid as of the end of successive years for each coverage year.

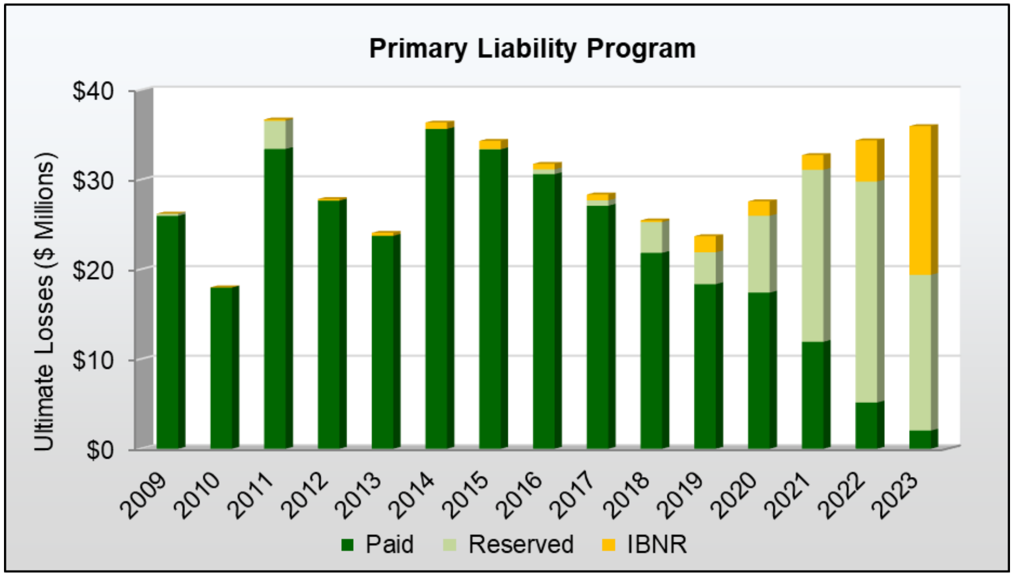
5. *Re-estimated ceded claims and expenses*: This line shows the latest re-estimated amount of claims assumed by reinsurers and excess carriers, as of the end of the current year for each coverage year.

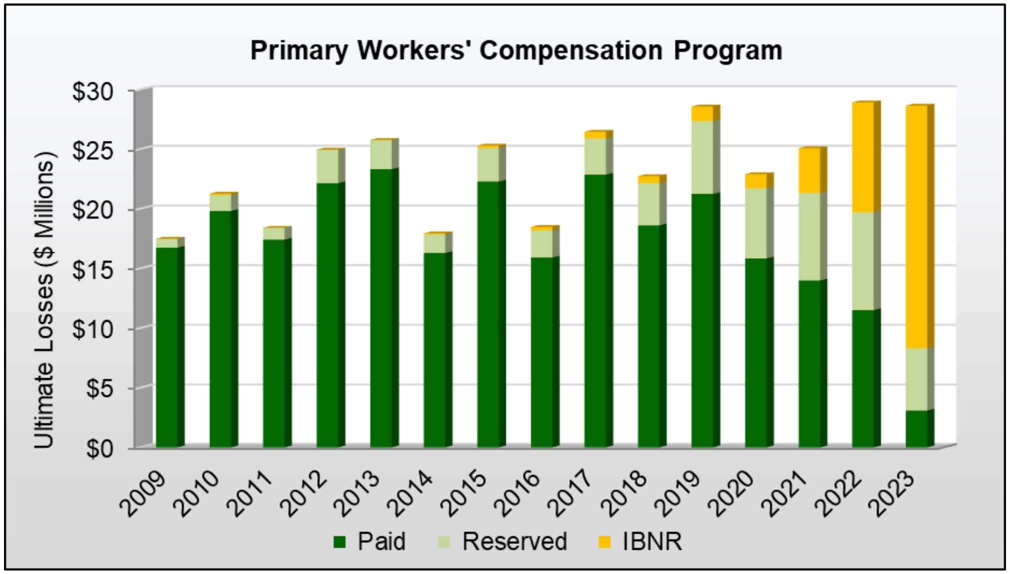
6. *Re-estimated net incurred losses*: This section of ten rows shows how each coverage year's net incurred claims increased or decreased as of the end of successive years. These annually updated estimates are the result of new information received on known claims, reevaluation of existing information on known claims, and the emergence of new claims not previously known.

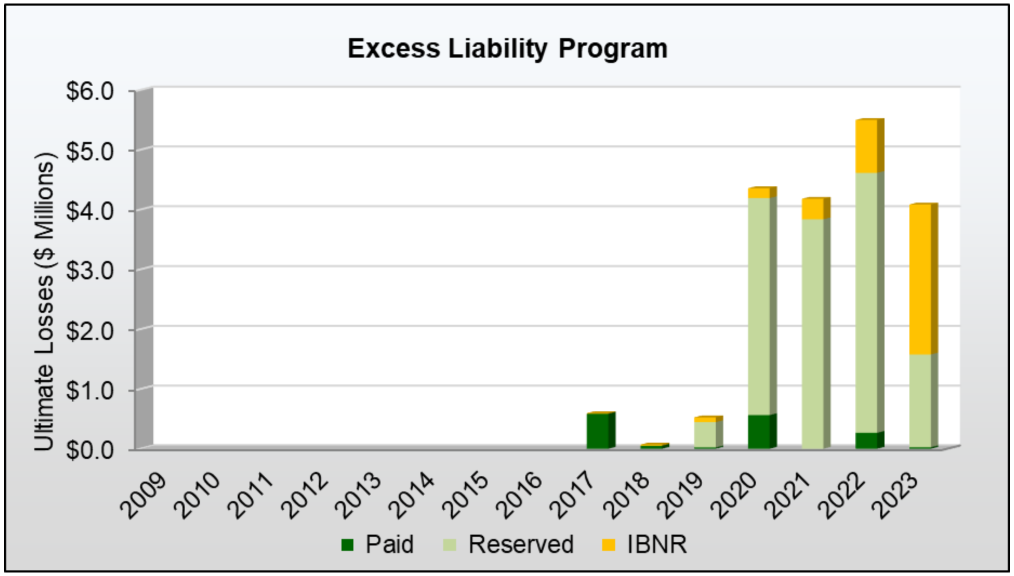
7. *Increase (decrease) in estimated incurred claims expense from end of coverage year*: This line compares the latest re-estimated incurred claims amount to the amount originally established (line 3), and shows whether this latest estimate of net claims cost is greater or less than originally thought. As data for individual coverage years mature, the correlation between original estimates and re-estimated amounts is commonly used to evaluate the accuracy of net incurred claims currently recognized in less mature years. The columns of the schedules show data for successive coverage years.

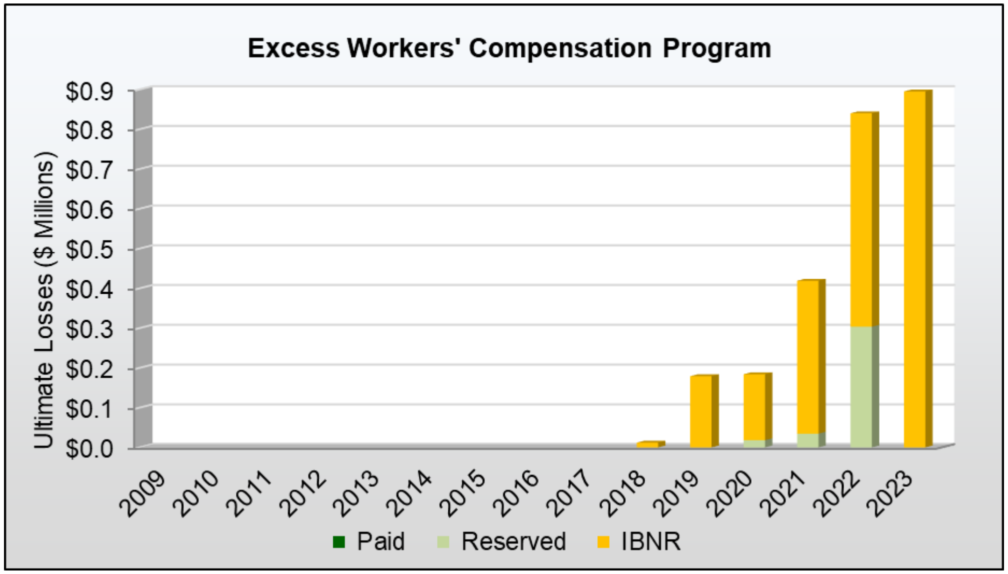
Supplementary Information

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Graphical Summary of Claim Liabilities
As of June 30, 2023









The increase in claim liabilities for the excess programs is primarily attributable to an increase in membership.

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Schedule of Net Position by Program
June 30, 2023 and 2022

	Primary Liability	Primary WC	Insurance Programs	Excess Liability	Excess WC	Central Coast Cities	Sequoia Pacific	Elimination	Total 2023	Total 2022
Assets										
Current Assets:										
Cash and equivalents	$ 12,702,650	$ 11,700,940	$ 329,240	$ 1,532,619	$ 663,698	$ 143,210	$ 217,476		$ 27,289,833	$ 8,845,268
Short-term investments	17,736,941	16,338,234	459,723	2,140,024	926,733	199,968	80,741,317		118,542,940	70,429,329
Interest receivable	639,608	586,308	-	79,951	26,650	13,777	-		1,346,294	853,179
Retrospective deposits receivable	2,970,070	296,753	-	-	-	-	-		3,266,823	5,386,067
Due to/from	4,000,000	-	-	-	-	-	-	(4,000,000)	-	-
Accounts receivable	710,350	95,253	374,990	35,410	29,115	-	-		1,245,118	545,469
Excess recoveries in progress	-	21,471	7,133,805	-	-	331,156	-	(349,911)	7,136,521	6,044,211
Prepaid expenses	366,364	375,037	40,442	142,141	91,373	-	16,601		1,031,958	168,073
Total Current Assets	39,125,983	29,413,996	8,338,200	3,930,145	1,737,569	688,111	80,975,394	(4,349,911)	159,859,487	92,271,596
Non-Current Assets:										
Investment in Captive	9,858,000	9,294,000	348,000	408,000	92,000	-	-	(20,000,000)	-	-
Long-term investments	121,801,998	112,196,892	3,156,985	14,695,839	6,364,004	1,373,203	-		259,588,921	287,747,928
Retrospective deposits receivable	3,516,639	1,423,395	-	-	-	-	-		4,940,034	5,348,215
Salvaged assets	1,200,000	-	-	-	-	-	-		1,200,000	1,200,000
Capital assets, not being depreciated	1,761,531	1,312,212	38,832	147,262	88,347	-	-		3,348,184	2,096,544
Capital assets, net of depreciation	2,125,781	1,828,951	125,542	449,714	289,328	-	-		4,819,316	5,099,785
Net Pension Assets	66,993	67,314	7,267	25,946	16,796	-	-		184,316	51,643
Total Non-Current Assets	140,330,942	126,122,764	3,676,626	15,726,761	6,850,475	1,373,203	-	(20,000,000)	274,080,771	301,544,115
Total Assets	179,456,925	155,536,760	12,014,826	19,656,906	8,588,044	2,061,314	80,975,394	(24,349,911)	433,940,258	393,815,711
Deferred Outflows of Resources	941,262	945,770	102,108	364,536	235,973	-	-	-	2,589,649	1,400,555
Liabilities										
Current Liabilities:										
Accounts payable	437,877	679,485	117,416	132,227	138,742	-	402,467	(349,911)	1,558,303	619,302
Compensated absences	216,926	214,424	22,132	67,059	38,745	-	-	-	559,286	496,731
Unearned contributions	2,680,759	1,476,807	2,516,084	305,709	289,834	-	-	-	7,269,193	6,613,205
Member distributions payable	3,633,876	-	-	-	-	-	-		3,633,876	3,485,865
Retrospective refunds payable	351,939	680,761	-	-	-	-	-	-	1,032,700	361,226
Claims payable, short-term	39,030,000	24,290,000	-	6,230,000	630,000	260,000	2,680,000	-	73,120,000	67,300,000
Due to other funds	-	-	4,000,000	-	-	-	-	(4,000,000)	-	-
Total Current Liabilities	46,351,377	27,341,477	6,655,632	6,734,995	1,097,321	260,000	3,082,467	(4,349,911)	87,173,358	78,876,329
Non-Current Liabilities:										
Claims payable, long-term	72,484,000	72,873,000	-	11,568,000	1,899,000	765,062	24,155,277		183,744,339	168,454,748
Member distributions payable	7,500,443	-	-	-	-	-	-		7,500,443	10,920,122
Net pension liability	1,478,382	1,485,463	160,376	572,554	370,628	-	-		4,067,403	1,526,485
Net OPEB liability	413,364	415,343	44,842	160,089	103,630	-	-		1,137,268	843,734
Total Non-Current Liabilities:	81,876,189	74,773,806	205,218	12,300,643	2,373,258	765,062	24,155,277		196,449,453	181,745,089
Total Liabilities	128,227,566	102,115,283	6,860,850	19,035,638	3,470,579	1,025,062	27,237,744	(4,349,911)	283,622,811	260,621,418
Deferred Inflows of Resources	73,182	73,532	7,939	28,342	18,347	-	-		201,342	1,464,969
Net Position										
Net investment in capital assets	3,887,312	3,141,163	164,374	596,976	377,675	-	-		8,167,500	7,196,329
Unrestricted	48,210,127	51,152,552	5,083,771	360,486	4,957,416	1,036,252			110,800,604	102,221,152
Paid in Capital							20,000,000	(20,000,000)	-	-
Earned surplus/(deficit)							33,737,650		33,737,650	23,712,398
Total Net Position	**$ 52,097,439**	**$ 54,293,715**	**$ 5,248,145**	**$ 957,462**	**$ 5,335,091**	**$ 1,036,252**	**$ 53,737,650**	**$ (20,000,000)**	**$ 152,705,754**	**$ 133,129,879**

CALIFORNIA JOINT POWERS INSURANCE AUTHORITY
Schedule of Revenues, Expenses, and Changes in Net Position by Program
For the Fiscal Years Ended June 30, 2023 and 2022

	Primary Liability	Primary WC	Insurance Programs	Excess Liability	Excess WC	Central Coast Cities	Sequoia Pacific	Elimination	Total 2023	Total 2022
Operating Revenues										
Contributions	$ 51,102,000	$ 41,156,802	$ 22,713,653	$ 9,950,722	$ 4,383,209	$ 40,000	$ 11,826,000	$ (11,826,000)	$ 129,346,386	$ 125,537,837
Retrospective adjustments, net	2,870,330	(468,788)	-	-	-	-	-		2,401,542	5,731,975
Miscellaneous income	211,660	254,658	700,156	71,096	47,552	-			1,285,122	1,178,965
Total Operating Revenues	54,183,990	40,942,672	23,413,809	10,021,818	4,430,761	40,000	11,826,000	(11,826,000)	133,033,050	132,448,777
Operating Expenses										
Coverages:										
Incurred claims expenses	32,732,205	22,828,613	2,032,047	7,401,615	117,000	(167,137)	7,473,000		72,417,343	75,640,276
Claims administration	2,214,122	4,057,149	-	903,594	728,027	23,175	-		7,926,067	7,138,216
Excess and re-insurance premiums	9,174,921	2,672,180	18,588,544	3,703,399	708,407	-	-	(11,826,000)	23,021,451	21,335,163
Contractual Services:										
Legal services	29,263	7,542	1,211	7,555	1,851	-	4,939		52,361	93,973
Information technology support	122,391	124,506	13,546	47,570	30,638	-	-		338,651	386,078
Risk management evaluations	10,602	10,851	1,176	4,122	2,652	-	-		29,403	23,631
Loss control services	226,883	193,592	101,200	86,151	48,195	-	-		656,021	597,760
Audit and actuarial services	51,386	71,321	4,875	17,066	10,973	2,000	75,620		233,241	225,010
Employment law resource	1,695	-	-	5,835	-	-	-		7,530	48,926
CRM and RMIS	135,170	138,586	15,005	52,560	33,803	-	-		375,124	467,752
Other contractual services	137,911	109,628	190,309	38,396	23,467	19,200	64,005		582,916	703,623
General and Administrative:										
Salaries and employee benefits	3,308,587	3,019,868	314,097	1,148,657	700,559	-	-		8,491,768	7,697,395
Office expenses	117,795	147,102	12,796	44,986	28,619	-	222		351,520	295,545
Licensing and renewals	58,486	54,978	5,975	22,092	13,528	-	7,500		162,559	165,954
Member training and meetings	1,468,721	1,498,848	171,662	566,582	364,956	-	61,260		4,132,029	2,034,836
Risk management educational forum	274,438	276,505	30,163	106,576	68,754	-	-		756,436	662,245
Depreciation	252,695	190,228	4,913	19,789	11,415	-	-		479,040	370,598
LMS	182,807	186,195	20,508	71,463	46,109	-	-		507,082	514,596
Utilities and Miscellaneous expenses	300,689	304,142	33,031	115,922	74,624	-	-		828,408	884,076
Member distributions	-	-	-	-	-	200,000	-		200,000	-
Total Operating Expenses	50,800,767	35,891,834	21,541,058	14,363,930	3,013,577	77,238	7,686,546	(11,826,000)	121,548,950	119,285,653
Operating Income (Loss)	3,383,223	5,050,838	1,872,751	(4,342,112)	1,417,184	(37,238)	4,139,454	-	11,484,100	13,163,124
Non-Operating Revenues										
Investment income	2,376,313	2,205,851	10,001	290,389	119,449	43,543	191,329		5,236,875	7,072,897
Investment and bank services	(117,268)	(117,662)	(12,643)	(45,453)	(29,335)	-	(181,425)		(503,786)	(485,269)
Net increase (decrease) in									-	-
investment fair values	(1,817,451)	(1,444,824)	-	(199,585)	(85,295)	(1,539)	5,875,894		2,327,200	(34,402,595)
Total Non-Operating Revenues	441,594	643,365	(2,642)	45,351	4,819	42,004	5,885,798	-	7,060,289	(27,814,967)
Paid-In Capital							-	-	-	-
Change in Net Position	3,824,817	5,694,203	1,870,109	(4,296,761)	1,422,003	4,766	10,025,252	-	18,544,389	(14,651,843)
Beginning Net Position *	48,272,622	48,599,512	3,378,036	5,254,223	3,913,088	1,031,486	43,712,398	(20,000,000)	134,161,365	147,781,722
Ending Net Position	**$ 52,097,439**	**$ 54,293,715**	**$ 5,248,145**	**$ 957,462**	**$ 5,335,091**	**$ 1,036,252**	**$ 53,737,650**	**$ (20,000,000)**	**$ 152,705,754**	**$ 133,129,879**

* Beginning net position for Fiscal Year 2022-23 is restated to include the Central Coast Cities Self Insurance Fund net position as of June 30, 2022 (Note I).

CALIFORNIA J · P · I · A

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