

**New Jersey Municipal Environmental
Risk Management Fund**
Parsippany, New Jersey

Annual Comprehensive Financial Report
For the Years Ended December 31, 2025 and 2024

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
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INTRODUCTORY SECTION



**New Jersey Municipal Environmental
Risk Management Fund**
9 Campus Drive, Suite 216
Parsippany, New Jersey
Phone (201) 881-7632
Fax (201) 881-7633

April 10, 2026

Executive Committee
New Jersey Municipal Environmental Risk Management Fund
9 Campus Drive, Suite 216
Parsippany, NJ 07054

Dear Executive Committee Members:

The Annual Comprehensive Financial Report (ACFR) of the New Jersey Municipal Environmental Risk Management Fund (EJIF) for the year ended December 31, 2025 is hereby respectfully submitted. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the EJIF. We believe the data, as presented, are accurate in all material respects; that they are presented in a manner designed to fairly set forth the financial position and results of the operations of the EJIF as measured by the financial activity of its various membership years; and that all disclosures necessary to enable the reader to gain the maximum understanding of the EJIF's financial affairs have been included.

The ACFR is presented in three sections: introductory, financial, and statistical. The introductory section contains this transmittal letter, a list of the EJIF's members, a list of the EJIF's officers and an organizational chart. The financial section includes a management discussion and analysis of financial results and trends, the financial statements, as well as the independent auditors' opinion on the financial statements. State schedules are provided pursuant to the specifications of the New Jersey Department of Banking and Insurance, which, along with the Department of Community Affairs, exercises regulatory control over the EJIF. The statistical section includes selected data covering each of the years that the EJIF has been operational.

The EJIF was formed under State statutes which authorize local government entities to pool resources to meet risk management needs. Specifically, the EJIF administers a program of self funding that provides protection to members in the area of environmental risks. In performing this mission, the EJIF also contracts for support services such as claims and litigation management, loss control services and training, financial management and reporting, actuarial services, and general management.

Economic Conditions and Outlook

The EJIF's economic condition and outlook is strong. The EJIF has provided its members with stable assessments, a growing financial surplus, comprehensive insurance, and responsive service. These factors have resulted in growth and stability in membership which is expected to continue in the future.

EJIF Initiatives

Starting in 2013, the EJIF became proactive with the Administrative and Legislative branches of the State Government with respect to specific large cases affecting the members of the EJIF. The EJIF issued a Request for Qualifications (RFQ) for the retention of a legislative agent. As a result of the RFQ, the EJIF awarded a contract to a legislative agent to educate the administration and the legislators on the facts of the Newark Bay case and

advocate for an indemnification agreement. Further, in order not to have a repeat on other river basins, the legislative agent will continue to work with the EJIF on new legislation to effectively indemnify the municipalities in the future on similar litigation. The EJIF's legislative agent is the Princeton Public Affairs Group. They remained active throughout 2013 -Intro 2017, and continued their efforts in fund year 2018.

Owning and operating an underground storage tank (UST) system can be an expensive and risky endeavor. Consequently, many of our members have installed above-ground storage tanks (ASTs) for their liquid fuels and chemicals. These ASTs often store gasoline for vehicles, diesel fuel for emergency generators and heating oil for boilers. Although the ASTs are inherently safer to own and operate than underground systems, EJIF members are experiencing substantial environmental damages and losses due to discharges from the underground piping associated with those ASTs.

Many ASTs have underground piping systems, but they do not have corrosion protection or leak detection monitoring to protect the entity in the event of a discharge or failure in the underground piping. As a result, underground leaks may go undetected for a long time, causing considerable damage to the environment and leaving the entity extremely vulnerable to expensive claims that may even exceed the EJIF level of protection. In response to this growing concern for our members, the EJIF Commissioners and professionals have adopted a policy that requires specific testing of underground piping. The inspections, testing, and record keeping outlined in the policy are designed to help members improve their level of protection. A list of certified vendors is provided on the EJIF's website and there is also a reimbursement process for testing fees through the EJIF membership. This testing reimbursement continued throughout 2017 and is still being pursued and offered in fund year 2018.

In 2014 the EJIF distributed a copy of an Environmental Alert which deals with the hidden costs and potential exposures of acquiring properties through foreclosure and/or donations. Since the EJIF's Environmental Engineers provide assistance in evaluating and inspecting potential acquisitions, the EJIF addressed additional funding to do so. The EJIF averaged 2-3 requests from our membership per year. However, given the struggling economy and the alert issued to membership, this number greatly increased in the short term. The EJIF authorized additional funding for the Environmental Engineers to provide this service to our members for 2017 and continued the program throughout 2018.

Also in 2014 and 2015, the professionals of the EJIF, in conjunction with the Underwriters from Liberty Insurance, began to review and rewrite the environmental Legal Liability policy for the EJIF. A revised policy was reviewed and adopted by the Board. A resolution was adopted which sets forth a new policy form for the EJIF. This new policy form was in effect January 1, 2016 and will also reflect the 2015 Fund year.

In September of 2015, the professionals of the EJIF started to negotiate for a possible increase in excess coverage concerning the 2016 budget. Additional limits were purchased in 2017 of \$9 Million; and change to the Fund's retention to \$3 Million. The third and final year of membership population based on the 2010 census, on which the excess premium is rated on, was phased in as per the Fund's agreement with the excess carrier in 2016. The EJIF maintained the purchase of excess limits in 2018.

The EJIF Professionals met to discuss the potential expansion of coverage to include coverage for the transport of environmental pollutants. The consensus was to include a \$250,000 sublimit for this coverage and the appropriate policy language will be developed for consideration by the EJIF Coverage Committee. The EJIF Executive Committee approved a new Storage Tank Form, the \$250,000 Transit Coverage sublimit to the EIL Policy and a revised Risk Management Plan. All these changes were effective January 1, 2018.

The EJIF storage tank policy was rewritten and replaced the original tank form effective 01/01/2017. Due to changing regulations, the EJIF has now been required to furnish a copy of a local unit's storage tank policy form in lieu of the certificates of insurance previously provided for evidence of financial responsibility. The EPA requires UST owners to demonstrate financial responsibility for the costs of corrective action and compensation of third parties arising from releases of petroleum from underground storage tanks. The State of NJ enforces and

supplements these financial responsibility requirements. An endorsement to the storage tank policy was approved due to the fact that the EJIF must now provide a copy of the entire EJIF storage tank policy instead of issuing a separate certificate of insurance with the language required under CFR280.97.

Cyber coverage is excluded in the current environmental impairment policy (EIL or non-tank policy) that became effective on January 1, 2016. The exclusion for this peril was added to the “War” exclusion during the recent policy rewrite and was not excluded in the previous policy form. There is some concern about rolling the coverage back into the policy form for the full limits and thus an endorsement was approved for a sublimit of \$250,000 effective 1/1/2019.

In 2019, the EJIF conformed to the new UST regulations by NJDEP, and issued a full copy of the insurance contract covering USTs and provided this to the EJIF membership so that they were now compliant. The NJDEP had approved the new tank forms and all updated policies for 2019 were released to membership.

Also in 2019, the City of Camden became a member of the Camden Municipal JIF effective 1/4/19. The new member requested UST coverage effective as of 1/1/2019 and requested GAP coverage for their EJIF UST policy from January 1 to January 4 when they became a member. The EJIF Board granted this request.

In December of 2019, the Board met to review options for the EJIFs aggregate excess insurance options. The Board awarded the coverage to Ascot Specialty Insurance Company. The policy would take effect on January 1, 2020, based on the positive reduced pricing, favorable policy form and offer of additional loss control monetary support.

In March of 2020, the EJIF Board authorized their participation in the Municipal Excess Liability Fund Joint Cash Management Investment Program (JCMI).

Also in March of 2020, following the MEL’s lead on their data collection system and using their established platform, the EJIF was in a unique position to capitalize on engaging the same RMIS system. The system will aid the underwriting and claims process for all members of the EJIF and allow a greater ease in capturing and reporting data and claims.

In September of 2020, after a long claims process for the 2006 Fund Year, the professionals were able to obtain an excess insurance recovery in the amount of \$979,606.10. This recovery strengthens the overall financial position of the EJIF and aided the Fund in increasing the 2020 dividend to \$2,500,000.

In 2021, the Newark Bay II litigation was filed and defense entered on behalf of the EJIF members named in the litigation. The Federal litigation was filed in regards to this case and the Third-Party Plaintiffs group filed a complaint against the Passaic Valley Sewerage Commission and the associated municipalities. The EJIF has responded on behalf of their insureds, just as the Fund did in the State litigation.

The Coverage Committee recommended that the EJIF remake the stormwater training videos. The re-write and production of the training videos is underway in conjunction with NJDEP oversight.

Also in 2021, Aboveground Storage Tanks (ASTs) with underground piping (UGP) was once a large source of claims for the EJIF. The UGP claims have dropped significantly since the testing reimbursement policy has been implemented. The EJIF recommended revising the testing policy and allowing members to be eligible for the \$400 per tank testing reimbursement on an annual basis.

In 2021, The EJIF Coverage Committee met to discuss the proposed Discharge Prevention Containment and Countermeasure (DPCC) coverage endorsement affecting four (4) NJUA members. The affected members are considered to have “Major Facilities” – defined as a facility with total storage capacity of 20,000 gallons or more of hazardous substances other than petroleum products. One of the members was recently informed by the NJ DEP that

their evidence of financial responsibility was inadequate, hence the need to provide proper documentation for the regulators and an updated endorsement was needed. The updated endorsement is similar in wording to the storage tank endorsement that was produced a few years ago in that it included mandatory wording but for DPCC requirements, the aggregate limit is \$2,000,000 (in lieu of \$1,000,000) and the limits apply “per facility.” The EJIF approved the endorsement as recommended by the Coverage Committee.

In 2022, the coverage committee discussed and examined the recent changes in standards (regulatory) of contaminant levels of PFOA/PFAS in drinking water and how same could affect the EJIF program. The Coverage Committee recommended that the EJIF provide limited coverage for PFAS by implementing a 25K sub-limit and an aggregate cap of 1 million dollars. The intention is to offer legal support for Fund members when there is a claim. This change was approved by the Board at the September 2022 meeting.

In 2023, the EJIF team presented the services and policies of the program to the Atlantic JIF. The Atlantic JIF requested membership in the E-JIF and same was approved by the Board for a January 1, 2024 start date.

There were no new initiatives in 2024.

In 2025, the EJIF developed a new logo and website. They also approved Ironshore as their access carrier which will go into effect in January of 2026.

Financial Management and Control

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States as promulgated by the Governmental Accounting Standards Board and necessarily include amounts based upon reliable estimates and judgments. The EJIF's books are maintained on a full accrual basis. A summary of significant accounting policies is discussed in more detail in the notes to the financial statements found in the financial section.

Internal Accounting Structure

The EJIF's accounting system is organized so that each membership year, and line of coverage within each year, can be evaluated separately. The assets, liabilities, revenues, and expenses of each year and line of coverage are reported separately on a full accrual basis. This practice is necessary because the composition of the EJIF's membership, and the extent of participation within each line of coverage, varies from year to year.

The EJIF's management is responsible for establishing and maintaining an internal control structure designed to ensure that assets are protected from loss, theft, or misuse and to ensure that adequate accounting system data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal accounting controls are designed to provide reasonable assurance that these objectives are being met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the evaluation of costs and benefits requires estimates and judgments by management. All internal control decisions are made within the above framework. Management believes that the EJIF's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Assessments

The allocation of assessments is based upon each member's population. This factor generates percentages that are applied against the Fund's budget to determine member premiums. Both the budget and assessments are approved by the Executive Committee. Dividends and additional assessments are derived based upon each member's proportional share of assessments by fund year and line of coverage. The Fund has implemented a strategy of retaining surplus with the objective of stabilizing future assessments.

Investment Management

The Joint Cash Management and Investment program (the “JCMI”) was formulated under P.L. 2018 Chapter 40 of the New Jersey Statutes which allowed Joint Insurance Funds to pool their funds and broaden the investments that they are permitted to use. The law provides conservative restrictions as to these investments. Specifically, the investment must be purchased at fair market value, guaranteed as interest and principal, and must have a credit rating of A3 or higher by Moody’s Investor Service, or an A- or higher by Standard and Poors Corporation. The maturity cannot be greater than 20 years. In addition, only 50% of the investment portfolio may be comprised of such long-term investments, without prior approval of the New Jersey Department of Community Affairs.

As of December 31, 2025, the EJIF's portfolio consisted of the following:

Checking Accounts	\$ 6,128,218	16.98%
New Jersey Cash Management	2,355,713	6.53%
JCMI	27,609,507	76.49%
	\$ 36,093,438	100.00%

Independent Audit

Nisivoccia LLP, independent accountants, provide an independent, objective review of the fairness of the EJIF's reported financial position and results of operations. Their audit includes procedures they deem necessary to express an opinion as to the fairness of the financial statements. Their opinion is included in the financial section of this report.

Acknowledgments

Our appreciation is also extended to each EJIF commissioner, and particularly to Executive and Advisory Committee members, for their commitment to risk management and intergovernmental risk pooling.

Respectfully submitted,

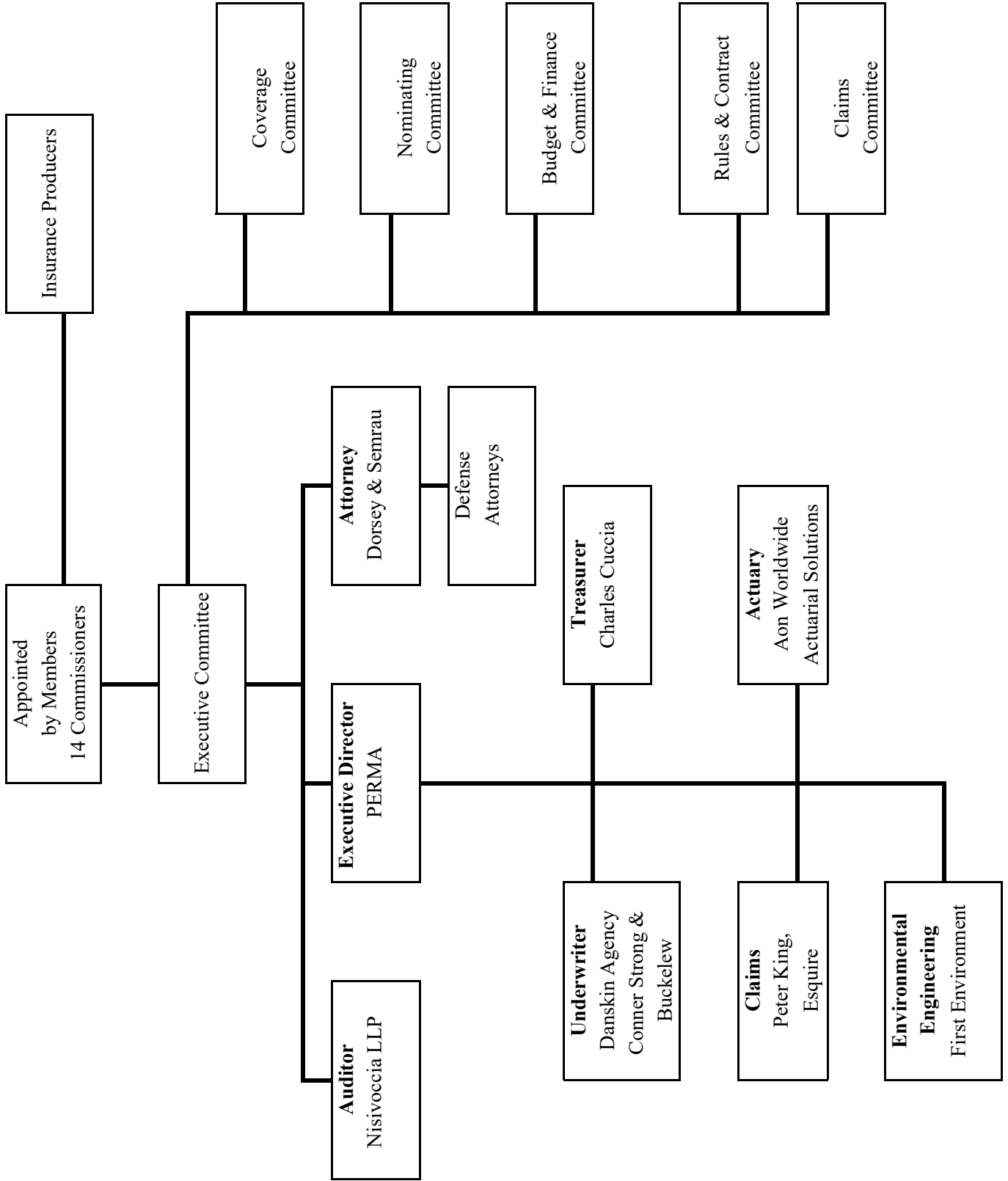
Stephen Sacco

Stephen Sacco, Executive Director

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
ROSTER OF OFFICIALS AND CONSULTANTS
DECEMBER 31, 2025

Brian McNeilly	Chairperson - Executive Committee
Veronica Laureigh	Secretary - Executive Committee
Meghan Jack	Executive Committee
Thomas Nolan	Executive Committee
Gregory Franz	Executive Committee
Bernie Rutkowski	Executive Committee
Megan Champney Kwesela	Executive Committee
Adam Brewer	Executive Committee-Alternate
Diane Ambrosio	Executive Committee-Alternate
Paul Tomasko	Executive Committee-Alternate
Casey Wagner	Executive Committee-Alternate
Joseph Criscuolo	Executive Committee-Alternate
Vince Quatrone	Executive Committee-Alternate
James Gasparini	Executive Committee Alternate
Michael Raze	Executive Committee-Alternate
Susan Danson	Executive Committee-Alternate
James Pacanowski	Executive Committee-Alternate
Joseph Wolk (Through June 2025)	Executive Committee-Alternate
Michael Mevoli (Starting September 2025)	Executive Committee-Alternate
Perma Risk Management Services	Administrator
Stephen Sacco	Executive Director
Charles Cuccia	Treasurer
Dorsey & Semrau, LLC	Attorney
Nisivoccia LLP	Auditor
AON Worldwide Actuarial Services, Inc.	Actuary
Peter King, Esq.	Claims Administrators
The Danskin Agency	Underwriting Manager
Conner Strong & Buckelew	Underwriting Manager
TD Bank	Banking Institution
First Environment	Environmental Engineering Services

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
2025 ORGANIZATIONAL CHART



NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
MEMBERSHIP LISTING
DECEMBER 31, 2025

Camden County Municipal Joint Insurance Fund

South Bergen Municipal Joint Insurance Fund

Morris County Municipal Joint Insurance Fund

Ocean County Municipal Joint Insurance Fund

Professional Municipal Management Joint Insurance Fund

Bergen County Municipal Joint Insurance Fund

Monmouth County Joint Insurance Fund

Suburban Metro Joint Insurance Fund

Suburban Municipal Joint Insurance Fund

Central Jersey Joint Insurance Fund

New Jersey Utility Authorities Joint Insurance Fund

Gloucester, Salem, Cumberland Counties (TRICO) Joint Insurance Fund

Burlington County (BURLCO) Joint Insurance Fund

Atlantic County Municipal Joint Insurance Fund

FINANCIAL SECTION

Independent Auditors' Report

The Honorable Chairperson and Members
of the Executive Committee
New Jersey Municipal Environmental Risk Management Fund
Parsippany, New Jersey

Report on the Audit of the Financial Statements

We have audited the accompanying financial statements of the New Jersey Municipal Environmental Risk Management Fund (the "Fund") as of and for the years ended December 31, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the Fund, as of December 31, 2025 and 2024, and the respective changes in financial position, and its cash flows thereof for the 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), audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 the Fund, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

The Honorable Chairperson and Members
of the Board of Fund Commissioners
New Jersey Municipal Environmental Risk Management Fund
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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, *Government Auditing Standards* and audit requirements prescribed by the Division will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Division, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 the 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 the Management's Discussion and Analysis and the accompanying Comparative Reconciliation of Claims Liabilities by Fund and Ten-Year Claims Development Information Schedules be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, are required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The Honorable Chairperson and Members
of the Board of Fund Commissioners
New Jersey Municipal Environmental Risk Management Fund
Page 3

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fund's basic financial statements. The accompanying combining supplementary schedules are presented for purposes of additional analysis and are 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining supplementary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section supplementary data schedules and the statistical section but does not include the financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 10, 2026 on our consideration of the Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Fund's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Fund's internal control over financial reporting and compliance.

Mount Arlington, New Jersey
April 10, 2026

NISIVOCCIA LLP



Andrew Kucinski
Certified Public Accountant
Registered Municipal Accountant No. 583

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
Management Discussion and Analysis

This section of the annual financial report of the Fund presents a discussion and analysis of the financial performance of the Fund for the years ended December 31, 2025 and 2024. Please read it in conjunction with the basic financial statements, the notes, and supplementary schedules that follow this section.

Overview of Basic Financial Statements

The Fund's basic financial statements are prepared on the basis of accounting principles generally accepted in the United States of America for governmental entities and insurance enterprises where applicable. The primary purpose of the Fund is to provide coverage for environmental risks for joint insurance funds that are members of the Fund. The Fund maintains separate enterprise funds by incurred years and line of coverage. The basic financial statements are presented on an accrual basis of accounting. The three basic financial statements presented are as follows:

Statement of Net Position – This statement presents information reflecting the Fund's assets, liabilities, deferred outflows and inflows of resources and net position. Net position represents the amount of total assets and deferred outflows of resources less total liabilities and deferred inflows of resources.

Statement of Revenue, Expenses, and Changes in Net Position – This statement reflects the Fund's operating revenues and expenses, as well as non-operating items during the reporting period. The change in net position for an enterprise fund is similar to net profit or loss for any other insurance company.

Statement of Cash Flows – The statement of cash flows is presented on the direct method of reporting, which reflects cash flows from operating and investing activities. Cash collections and payments are reflected in this statement to arrive at the net increase or decrease in cash for the fiscal year.

Financial Highlights

The following tables summarize the financial position and results of operations for the Fund as of and for the years ended December 31, 2025, 2024 and 2023.

SUMMARY OF STATEMENT OF NET POSITION

	<u>2025</u>	<u>2024</u>	2024/2025 Percent Change	<u>2023</u>	2023/2024 Percent Change
ASSETS:					
Cash and Cash Equivalents, Investments and Accrued Interest Receivable	\$ 36,093,438	\$ 33,474,705	7.82%	\$ 31,700,142	5.60%
Assessments Receivable	57,461		100.00%	613	-100.00%
Total	<u>36,150,899</u>	<u>33,474,705</u>	7.99%	<u>31,700,755</u>	5.60%
LIABILITIES:					
Other Liabilities	189,772	173,440	9.42%	143,354	20.99%
Loss Reserves	17,825,066	16,921,408	5.34%	15,838,103	6.84%
Total	<u>18,014,838</u>	<u>17,094,848</u>	5.38%	<u>15,981,457</u>	6.97%
NET POSITION:					
Unrestricted	18,136,061	16,379,857	10.72%	15,719,298	4.20%
NET POSITION	<u>\$ 18,136,061</u>	<u>\$ 16,379,857</u>	10.72%	<u>\$ 15,719,298</u>	4.20%

SUMMARY OF STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION

	<u>2025</u>	<u>2024</u>	<u>2024/2025 Percent Change</u>	<u>2023</u>	<u>2023/2024 Percent Change</u>
Operating Revenue:					
Assessments from Members	<u>\$ 4,967,742</u>	<u>\$ 4,872,084</u>	1.96%	<u>\$ 4,444,942</u>	9.61%
Operating Expenses:					
Provision for Claims & Claims Expense	1,055,119	1,299,176	-18.79%	2,489,138	-47.81%
Insurance Premiums	545,400	590,042	-7.57%	541,966	8.87%
Administrative and Operating Expenses	<u>1,602,181</u>	<u>1,536,270</u>	4.29%	<u>1,411,411</u>	8.85%
Total Operating Expenses	<u>3,202,700</u>	<u>3,425,488</u>	-6.50%	<u>4,442,515</u>	-22.89%
Operating Income/(Loss)	1,765,042	1,446,596	22.01%	2,427	59504.29%
Non-Operating Revenue/(Expense):					
Investment Income	2,103,789	1,313,963	60.11%	1,540,876	-14.73%
Member Dividends	<u>(2,112,627)</u>	<u>(2,100,000)</u>	0.60%	<u>(2,500,000)</u>	-16.00%
Change in Net Position	<u>\$ 1,756,204</u>	<u>\$ 660,559</u>	165.87%	<u>\$ (956,697)</u>	169.05%

The Fund's total assets increased by 7.99% and the liabilities increased by 5.38%, resulting in a 10.72% increase in net position.

Assessments increased by 1.96% reflecting consistent claims projections in the 2025 budget.

Investment income increased by 60.11% due to rising interest rates.

Claims expense decreased from \$1,299,176 in 2024 to \$1,055,119 in 2025. This 18.79% decrease is mainly due to the decrease in provision for claims and claims expense during 2025.

The Fund returned \$2,112,627 to its members in dividends in 2025 and \$2,100,000 in dividends in 2024. This decision was based upon the Fund's continued conservative policy of building net position as part of its effort to further minimize the potential need to rely on excess insurance or other forms of outside financing of risk.

The Fund's financial position is impacted by regulatory decisions and guidelines established by the New Jersey Department of Environmental Protection. The Fund continues to closely monitor such regulatory developments to assure that it can measure the impact upon its own liabilities and to allow it to refine the services and guidelines offered to its membership.

BASIC FINANCIAL STATEMENTS

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMPARATIVE STATEMENT OF NET POSITION

	December 31,	
	2025	2024
<u>ASSETS:</u>		
Cash and Cash Equivalents	\$ 36,093,438	\$ 33,474,705
Assessments Receivable	57,461	
Total Assets	36,150,899	33,474,705
 <u>LIABILITIES:</u>		
Accounts Payable - Vendors	189,772	173,440
Loss Reserves	17,825,066	16,921,408
Total Liabilities	18,014,838	17,094,848
 <u>NET POSITION:</u>		
Unrestricted	18,136,061	16,379,857
Total Net Position	\$ 18,136,061	\$ 16,379,857

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMPARATIVE STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION

	Year Ending December 31,	
	2025	2024
Operating Revenue:		
Assessments from Participating Members	\$ 4,967,742	\$ 4,872,084
Total Operating Revenue	<u>4,967,742</u>	<u>4,872,084</u>
Operating Expenses:		
Provision for Claims and Claim Adjustment Expense	1,055,119	1,299,176
Insurance Premiums	545,400	590,042
Claims Administration	36,919	35,928
Contractual Services	1,052,970	1,026,074
Non-Contractual Services	117,638	90,213
Administration	394,654	384,055
Total Operating Expenses	<u>3,202,700</u>	<u>3,425,488</u>
Operating Income	1,765,042	1,446,596
Non-operating Revenue/(Expenses):		
Investment Income	<u>2,103,789</u>	<u>1,313,963</u>
Change in Net Position Before Member Dividend	3,868,831	2,760,559
Member Dividends	<u>(2,112,627)</u>	<u>(2,100,000)</u>
Change in Net Position	1,756,204	660,559
Net Position - Beginning of Year	<u>16,379,857</u>	<u>15,719,298</u>
Net Position - End of Year	<u>\$ 18,136,061</u>	<u>\$ 16,379,857</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMPARATIVE STATEMENT OF CASH FLOWS

	Year Ending December 31,	
	2025	2024
Cash Flows from Operating Activities:		
Assessments Collected	\$ 4,910,281	\$ 4,872,697
Insurance Premiums Paid	(545,400)	(590,042)
Claims Paid	(151,461)	(215,871)
General and Administrative Expenses Paid	(1,585,849)	(1,506,184)
Net Cash Provided by Operating Activities	2,627,571	2,560,600
Cash Flows from Investing Activities:		
Investment Income	2,103,789	1,313,963
Net Cash Provided by Investing Activities	2,103,789	1,313,963
Cash Flows from Noncapital Financing Activities:		
Dividends Distribution to Participating Members	(2,112,627)	(2,100,000)
Net Cash Used by Noncapital Financing Activities	(2,112,627)	(2,100,000)
Net Increase in Cash and Cash Equivalents	2,618,733	1,774,563
Cash and Cash Equivalents - Beginning of Year	33,474,705	31,700,142
Cash and Cash Equivalents - End of Year	\$ 36,093,438	\$ 33,474,705
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income	\$ 1,765,042	\$ 1,446,596
Changes in Assets and Liabilities:		
(Increase)/Decrease in Assets:		
Prepaid Expenses		
Assessments Receivable	(57,461)	613
Increase/(Decrease) in Liabilities:		
Accounts Payable	16,332	30,086
Unearned Assessments		
Loss Reserves	903,658	1,083,305
Net Cash Provided by Operating Activities	\$ 2,627,571	\$ 2,560,600

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025

NOTE 1: NATURE OF OPERATIONS

The New Jersey Municipal Environmental Risk Management Fund (the "Fund") was created and became operational on April 7, 1995, in accordance with P.L. 1983, C.372, entitled "An act concerning joint insurance funds for local units of government, and supplementing Chapter 10 of Title 40A of the New Jersey statutes." The Fund is both an insured and self-administered group of joint insurance funds established for the purpose of providing low cost insurance coverage for the member joint insurance funds in order to keep local premiums at a minimum.

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

- a) Third Party
- b) On Site Cleanup Costs Liability
- c) Public Officials Pollution Liability
- d) De Minimis Abandoned Waste Sites Liability
- e) Tank Systems

Fund members are subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would be responsible for the Fund's liabilities. The Fund considers anticipated investment income when determining if a deficiency exists.

A participating member must remain in the Fund for the full term of membership unless terminated earlier by a majority vote of the Fund Commissioners or a two-thirds vote of the Executive Committee for nonpayment of assessments or continued noncompliance after written notice to comply with the bylaws or other obligations. Termination may occur only after proper notice has been given, in accordance with the Fund's bylaws. The Fund has 14 members at December 31, 2025, all of which are joint insurance funds.

The Executive Director/Administrator is responsible for the overall administration of the Fund. Fees paid to the Executive Director encompass all administrative duties which are performed at the Executive Director's office. Accordingly, the Fund generally does not maintain any capital assets or incur any payroll expense.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing government accounting and financial reporting principles. The more significant of the Fund's accounting policies are described below.

Reporting Entity

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025
(Continued)

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Reporting Entity (Cont'd)

received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. As the financial reporting entity was established in accordance with New Jersey statutes, the requirements of GASB Codification Section 2100 were not followed and, accordingly, the reporting entity could be different from accounting principles generally accepted in the United States of America.

Basis of Accounting

The Fund utilizes the accrual basis of accounting whereby revenue is recorded as earned and expenses are reflected as the liability is incurred. The Fund utilizes total economic resources as their measurement focus.

Investments

The Fund generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The Fund categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. 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.

Income Taxes

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

Assessments

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

Unpaid Claims Liabilities

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

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025
(Continued)

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Unpaid Claims Liabilities (Cont'd)

actual historical data that reflect past inflation and on other factors that are considered to be appropriate modifiers of past experience. The Fund does not discount claim liabilities. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made.

Reinsurance

The Fund uses reinsurance agreements to reduce its exposure to large losses on certain types of insured events. Reinsurance permits recovery of a portion of losses from reinsurers, although it does not discharge the primary liability of the Fund as direct insurer of the risks reinsured. The Fund does not report reinsured risks as liabilities unless it is probable that those risks will not be covered by reinsurers. Reinsurance premiums amounted to \$545,400 and \$590,042 for the years ended December 31, 2025 and 2024, respectively. The amount deducted from claims liabilities for reinsurance was \$-0- for the years ended December 31, 2025 and 2024.

Management Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3: LOSS RESERVES

The liability for unpaid losses and loss adjustment expense represent an estimate of the ultimate net cost of all losses and loss adjustment expenses incurred but not yet paid as of December 31, 2025 and 2024. This estimate is based on the estimated ultimate cost of settling the claims considering the historical experience of the Fund, various other industry statistics, including the effects of inflation and other societal or economic factors, and the Fund's self-insured retention level. Management believes that the liability for unpaid losses is adequate to cover the ultimate cost of reported and unreported claims incurred but not yet paid. However, the ultimate cost may be more or less than the estimated liability. The Fund has created a loss reserve for any reported and potential unreported losses which have taken place but in which the Fund has not received notices or reports of losses.

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025
(Continued)

NOTE 3: LOSS RESERVES (Cont'd)

Loss reserves at December 31, 2025 and 2024, which have been estimated by the Fund's Actuary and Claims Servicing Agent, are as follows:

	<u>2025</u>	<u>2024</u>
Case Reserves	\$ 11,048,855	\$ 10,190,399
Losses Incurred but not Reported	<u>6,776,211</u>	<u>6,731,009</u>
Total Loss Reserves	<u>\$ 17,825,066</u>	<u>\$ 16,921,408</u>
The following represents changes in the aggregate reserves for the Fund:		
	<u>2025</u>	<u>2024</u>
Unpaid Claims and Claim Adjustment Expenses, Beginning of Year	<u>\$ 16,921,408</u>	<u>\$ 15,838,103</u>
Incurred Claims and Claim Adjustment Expenses:		
Provision for Insured Events of the Current Period	2,523,902	2,505,188
(Decrease) in Provision for Insured Events of Prior Years	<u>(1,468,783)</u>	<u>(1,206,012)</u>
Total Incurred Claims and Claim Adjustment Expenses	<u>1,055,119</u>	<u>1,299,176</u>
Payments:		
Claims and Claim Adjustment Expenses Attributable to Insured Events of the Current Period	18,278	17,762
Claims and Claim Adjustment Expenses Attributable to Insured Events of Prior Years	<u>133,183</u>	<u>198,109</u>
Total Payments	<u>151,461</u>	<u>215,871</u>
Total Unpaid Claims and Claim Adjustment Expenses, End of Year	<u>\$ 17,825,066</u>	<u>\$ 16,921,408</u>

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

NOTE 4: CASH AND CASH EQUIVALENTS

GASB, requires disclosure of the level of custodial credit risk assumed by the Fund in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the Fund ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The Fund limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in Note 5.

Custodial Credit Risk - The Fund's policy with respect to custodial credit risk requires that the Fund ensure that funds are only deposited in financial institutions in which New Jersey Joint Insurance Funds are permitted to invest their funds.

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025
(Continued)

NOTE 4: CASH AND CASH EQUIVALENTS (Cont'd)

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal 5% of the average daily balance of public funds; and, in addition

If the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

As of December 31, 2025 and 2024, cash and cash equivalents of the Fund consisted of the following:

	2025	2024
Checking Accounts	\$ 6,128,218	\$ 5,205,512
New Jersey Cash Management Fund	2,355,713	2,259,668
JCMI	27,609,507	26,009,525
	\$ 36,093,438	\$ 33,474,705

The carrying amount of the Fund's cash at cost at December 31, 2025 was \$36,093,438 and the bank balance was \$36,095,538. The Fund had \$2,355,713 with the State of New Jersey Cash Management Fund that is not insured or registered. The \$27,609,507 is invested with BNY Mellon and is uninsured and unregistered.

The carrying amount of the Fund's cash at cost at December 31, 2024 was \$33,474,705 and the bank balance was \$33,477,105. The Fund had \$2,259,668 with the State of New Jersey Cash Management Fund that is not insured or registered. The \$26,009,525 is invested with BNY Mellon and is uninsured and unregistered.

JOINT CASH MANAGEMENT AND INVESTMENT PROGRAM

The Joint Cash Management and Investment program (the "JCMI") was formulated under P.L. 2018 Chapter 40 of the New Jersey Statutes which allowed Joint Insurance Funds to pool their funds and broaden the investments that they are permitted to use. The law provides conservative restrictions as to these investments. Specifically, the investment must be purchased at fair market value, guaranteed as interest and principal, and must have a credit rating of A3 or higher by Moody's Investor Service, or an A- or higher by Standard and Poors Corporation. The maturity cannot be greater than 20 years. In addition, only 50% of the investment portfolio may be comprised of such long-term investments, without prior approval of the New Jersey Department of Community Affairs.

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025
(Continued)

NOTE 4: CASH AND CASH EQUIVALENTS (Cont'd)

JOINT CASH MANAGEMENT AND INVESTMENT PROGRAM (Cont'd)

The JCMI Operating Committee is constituted as follows: Treasurer of the Fund, of the New Jersey Municipal Environmental Risk Management Fund, of the Municipal Excess Liability Residual

Claims Fund, and one treasurer representing all local participating Joint Insurance Funds plus the Chair of the Fund Investment Committee or its designee from the Investment Committee. The Investment Committee's decisions are made at the recommendation of an experienced and licensed Financial Advisor, Asset Manager, presented to the JCMI Operations Committee for approval; all within the guidelines set forth by the law. The results of the operation will be reported on a "unitized" type basis whereby each participating Fund and their investment will be tracked, charted and reported on a monthly basis. That, too, will be maintained, compensated for, monitored and information provided by the JCMI.

In addition to the monthly reporting, the JCMI will also report as follows:

Quarterly - The Asset Manager will provide the JCMI Operations Committee, the Fund and each participating Joint Insurance Fund with detailed information about the program including asset allocation, investment performance, future investment strategies, and other matters of interest to the JCMI Operations Committee. The Financial Advisor shall provide the JCMI Operations Committee with detailed information about the Municipal Bond Anticipation Notes purchased, the rate purchased and the savings to the issuer based on the cover bid made.

Annually - The Custodian will provide an annual summary of all transactions in each fiscal year, together with a report of investment performance for the year by portfolio, to the JCMI Operations Committee and each participating Joint Insurance Fund. Investment objectives will be reviewed to determine if they are being met.

Below is a listing of the total shares for each Joint Insurance Fund in the JCMI program.

Joint Insurance Fund Participant:

Municipal Excess Liability Residual Claims Fund	\$ 71,858,832
Municipal Excess Liability Joint Insurance Fund	47,414,932
Morris County Municipal Joint Insurance Fund	28,995,848
Gloucester, Salem, Cumberland Counties Municipal Joint Insurance Fund	27,903,037
New Jersey Municipal Environmental Risk Management Fund	27,609,507
Atlantic County Municipal Joint Insurance Fund	22,341,179
Camden County Municipal Joint Insurance Fund	21,443,620
Burlington County Municipal Joint Insurance Fund	13,756,389
South Bergen Municipal Joint Insurance Fund	15,496,362
Municipal Reinsurance Health Insurance Fund	11,858,372
Ocean County Municipal Joint Insurance Fund	10,612,413
Bergen County Municipal Joint Insurance Fund	9,237,557
Central Jersey Joint Insurance Fund	9,108,741
New Jersey Utility Authorities Joint Insurance Fund	2,273,893
Suburban Metro Municipal Joint Insurance Fund	5,661,034

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025
(Continued)

NOTE 4: CASH AND CASH EQUIVALENTS (Cont'd)JOINT CASH MANAGEMENT AND INVESTMENT PROGRAM (Cont'd)Joint Insurance Fund Participant (Cont'd):

Monmouth County Municipal Joint Insurance Fund	\$ 5,176,390
Professional Municipal Management Joint Insurance Fund	5,107,982
Suburban Municipal Joint Insurance Fund	4,959,814
Bergen Municipal Employee Benefits Fund	-0-
New Jersey Public Housing Authorities Joint Insurance Fund	1,279,462
	<u>\$ 342,095,362</u>

NOTE 5: INVESTMENTS

New Jersey statutes permit the Fund to purchase the following types of investments:

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the local unit or bonds or other obligations of school districts of which the local unit is a part or within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law" P.L. 1983, c. 313 (C.40A:5A-1 et seq.) Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Local Government Services in the Department of Community Affairs for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983 c.313 (C.40A:5A-1 et seq.);

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025
(Continued)

NOTE 5: INVESTMENTS (Cont'd)

All of the Fund's investments are recorded at fair value based on quoted market prices (Level 1 inputs). The investments are held by the Fund's custodial bank trust department in the Fund's name. The bank's trust department is also its agent in purchasing and selling the securities. The investments are uninsured and unregistered. All of the funds held by the custodial bank are held in a fiduciary account, in the Fund's name, and are backed by the full faith and credit of the U.S. Government. As such, they are protected in the event of bankruptcy of the bank. The Fund did not have any investments at December 31, 2025 and 2024.

- (b) the custody of collateral is transferred to a third party
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed.
- (9) Debt obligations of federal agencies or government corporations with maturities not to exceed 10 years from the date of purchase, excluding mortgage backed or derivative obligations, provided that the investments are purchased through the State Division of Investment and are invested consistent with the rules and regulations of the State Investment Council.

NOTE 6: NET POSITION

The State of New Jersey has no statutory minimum net position requirements.

The Fund has accumulated deficit net position accounts at December 31, 2025 as follows:

Fund Year 1999 - Non-Site Specific	\$ 316,637
Fund Year 1999 - Site-Specific	\$ 235,411
Fund Year 1999 - Legal Defense	\$ 1,125,057
Fund Year 2000 - Site-Specific	\$ 1,835
Fund Year 2000 - Legal Defense	\$ 1
Fund Year 2000 - General and Administrative	\$ 67
Fund Year 2002 - General and Administrative	\$ 50,449
Fund Year 2003 - Non-Site Specific	\$ 336,983
Fund Year 2005 - Superfund Buyout	\$ 9,920
Fund Year 2006 - Non-Site Specific	\$ 874,749
Fund Year 2006 - Legal Defense	\$ 1,201,302
Fund Year 2008 - Legal Defense	\$ 134,658
Fund Year 2009 - Legal Defense	\$ 399,877
Fund Year 2009 - Superfund Buyout	\$ 134,514

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025
(Continued)

NOTE 6: NET POSITION (Cont'd)

Fund Year 2010 - Non-Site Specific	\$ 28,794
Fund Year 2010 - Site-Specific	\$ 159,022
Fund Year 2013 - Site-Specific	\$ 157,343
Fund Year 2013 - Legal Defense	\$ 19,511
Fund Year 2014 - Site-Specific	\$ 23,952
Fund Year 2015 - Reinsurance	\$ 10,352
Fund Year 2016 - Reinsurance	\$ 12,461
Fund Year 2019 - Site Specific	\$ 254,975
Fund Year 2020 - Superfund Buyout	\$ 10,390
Fund Year 2021 - Non-Site Specific	\$ 175,872
Fund Year 2021 - Site Specific	\$ 51,990
Fund Year 2021 - Superfund Buyout	\$ 7,870
Fund Year 2022 - Non-Site Specific	\$ 864,445
Fund Year 2022 - Reinsurance	\$ 7,288
Fund Year 2024 - Site-Specific	\$ 200,287
Fund Year 2025 - Non-Site Specific	\$ 228,314

In addition, at December 31, 2025 the following Fund years have overall deficits:

Fund Year 2006	\$ 748,993
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NOTE 7: CONTINGENT LIABILITIES

In the normal course of its operations, the Fund has a number of lawsuits filed by claimants in various stages. Although estimated loss reserves have been established by the Fund, a number of these cases may possibly be settled for amounts in excess of the Fund's loss reserves. No provision for these contingencies has been included in the financial statements since the amounts are not reasonably estimable.

NOTE 8: RELATIONSHIP WITH STATE SCHEDULES

The information in the Fund's financial statements differs from the State Schedules listed in the supplementary data section as Schedules A through F. Specifically, the Schedules present historical information from the inception of each fund year.

REQUIRED SUPPLEMENTARY INFORMATION

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMPARATIVE RECONCILIATION OF CLAIMS LIABILITIES BY FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	Non-Site Specific Fund		Site Specific Fund		Legal Defense Fund		Tank Systems		Superfund Buyout Fund		Totals	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Unpaid claims and claim adjustment expenses at beginning of year	\$ 4,775,843	\$ 4,217,404	\$ 2,334,695	\$ 2,076,116	\$ 1,938,660	\$ 1,953,572	\$ 846,943	\$ 721,957	\$ 7,025,267	\$ 6,869,054	\$ 16,921,408	\$ 15,838,103
Incurred claims and claim adjustment expenses:												
Provision for insured events of the current period	742,000	475,976	262,282	388,000	161,404	162,828	249,113	240,491	1,109,103	1,237,893	2,523,902	2,505,188
Increases/(decreases) in provision for insured events of prior years	2,140	130,876	(20,514)	(82,950)	(138,231)	(169,895)	(73,061)	(85,757)	(1,239,117)	(998,286)	(1,468,783)	(1,206,012)
Total incurred claims and claim adjustment expenses	744,140	606,852	241,768	305,050	23,173	(7,067)	176,052	154,734	(130,014)	239,607	1,055,119	1,299,176
Payments:												
Claims and claim adjustment expenses attributable to insured events of the current period	8,048	4,488	2,755	8,000			7,475	5,274			18,278	17,762
Claims and claim adjustment expenses attributable to insured events of prior years	31,369	43,925	29,077	38,471	34,817	7,845	9,156	24,474	28,764	83,394	133,183	198,109
Total payments	39,417	48,413	31,832	46,471	34,817	7,845	16,631	29,748	28,764	83,394	151,461	215,871
Total unpaid claims and claim adjustment expenses at end of year	\$ 5,480,566	\$ 4,775,843	\$ 2,544,631	\$ 2,334,695	\$ 1,927,016	\$ 1,938,660	\$ 1,006,364	\$ 846,943	\$ 6,866,489	\$ 7,025,267	\$ 17,825,066	\$ 16,921,408

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
TEN-YEAR CLAIMS DEVELOPMENT INFORMATION

	Year Ended December 31, 2025, and Policy Period Ended December 31,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Required contribution and investment revenue										
Earned	\$ 4,573,932	\$ 4,703,745	\$ 4,484,179	\$ 4,596,347	\$ 4,520,028	\$ 4,461,827	\$ 4,633,110	\$ 4,746,239	\$ 5,091,682	\$ 5,124,640
Ceded	542,696	541,069	545,135	538,954	498,536	498,536	542,067	541,966	590,042	545,400
	4,031,236	4,162,676	3,939,044	4,057,393	4,021,492	3,963,291	4,091,043	4,204,273	4,501,640	4,579,240
Unallocated expenses	1,137,783	1,136,997	1,198,351	1,227,785	1,309,188	1,359,688	1,380,052	1,411,411	1,536,270	1,602,181
Estimated claims and expenses, end of policy year	2,520,735	2,541,573	2,348,520	2,364,800	2,284,546	2,242,610	2,469,227	2,307,514	2,505,188	2,523,902
Incurred										
Ceded										
Net Incurred	2,520,735	2,541,573	2,348,520	2,364,800	2,284,546	2,242,610	2,469,227	2,307,514	2,505,188	2,523,902
Paid (cumulative) as of:										
End of policy year	104,992	84,341	23,859	101,224	69,171	47,057	109,674	18,071	17,762	18,278
One year later	190,878	130,721	182,815	166,893	121,479	203,093	155,592	106,732	60,467	
Two years later	233,709	128,723	210,445	182,781	191,007	386,439	167,063	117,609		
Three years later	360,118	143,344	322,470	183,007	217,035	471,199	175,954			
Four years later	472,454	145,304	323,550	183,007	222,407	499,963				
Five years later	508,990	145,406	323,550	183,007	229,536					
Six years later	554,846	145,406	323,550	183,007						
Seven years later	566,349	145,406	323,550							
Eight years later	576,282	145,721								
Nine years later	581,684									
Reestimated ceded claims and expenses										
Reestimated incurred claims and expenses:										
End of policy year	2,520,735	2,541,573	2,348,520	2,364,800	2,284,546	2,242,610	2,469,227	2,307,514	2,505,188	2,523,902
One year later	2,520,734	2,541,573	2,348,520	2,530,696	2,284,546	2,310,796	2,937,227	2,307,514	2,503,227	
Two years later	2,267,236	1,384,784	1,450,034	1,709,702	1,919,578	2,405,527	1,975,245	1,408,598		
Three years later	2,096,869	675,535	959,259	1,270,768	1,673,010	2,332,252	1,744,164			
Four years later	2,030,842	443,752	768,664	1,113,297	1,570,904	2,307,973				
Five years later	2,079,290	375,018	714,944	1,069,491	1,571,229					
Six years later	2,028,359	360,424	693,839	1,058,361						
Seven years later	2,034,302	358,765	694,529							
Eight years later	2,034,312	359,522								
Nine years later	1,959,913									
Increase/(decrease) in estimated incurred claims and expense from end of policy year	\$ (560,822)	\$ (2,182,051)	\$ (1,653,991)	\$ (1,306,439)	\$ (713,317)	\$ 65,363	\$ (725,063)	\$ (898,916)	\$ (1,961)	\$ -0-

COMBINING SUPPLEMENTARY SCHEDULES

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMBINING SCHEDULE OF NET POSITION
DECEMBER 31, 2025

	Fund Year										
	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
<u>ASSETS:</u>											
Assets:											
Cash and Cash Equivalents					\$ 224,108			\$ 159,285	\$ 20,861		\$ 88,584
Assessments Receivable											
Total Assets					224,108			159,285	20,861		88,584
<u>LIABILITIES:</u>											
Accounts Payable											
Loss Reserves					110,993				2,497		78,978
Total Liabilities					110,993				2,497		78,978
<u>NET POSITION:</u>											
Unrestricted/(Deficit)					113,115			159,285	18,364		9,606
Total Net Position/(Deficit)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 113,115	\$ -0-	\$ -0-	\$ 159,285	\$ 18,364	\$ -0-	\$ 9,606

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMBINING SCHEDULE OF NET POSITION
DECEMBER 31, 2025
 (CONTINUED)

	Fund Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<u>ASSETS:</u>										
Assets:										
Cash and Cash Equivalents	\$ 556,422	\$ 79	\$ 428,361	\$ 219,126	\$ 52,176	\$ 520,506	\$ 553,104	\$ 1,316,915	\$ 2,959,243	\$ 2,946,504
Assessments Receivable										
Total Assets	556,422	79	428,361	219,126	52,176	520,506	553,104	1,316,915	2,959,243	2,946,504
<u>LIABILITIES:</u>										
Accounts Payable										
Loss Reserves	1,305,415		379,600	178,585	38,894	213,561	346,137	600,438	590,904	183,415
Total Liabilities	1,305,415		379,600	178,585	38,894	213,561	346,137	600,438	590,904	183,415
<u>NET POSITION:</u>										
Unrestricted/(Deficit)	(748,993)	79	48,761	40,541	13,282	306,945	206,967	716,477	2,368,339	2,763,089
Total Net Position/(Deficit)	\$(748,993)	\$ 79	\$ 48,761	\$ 40,541	\$ 13,282	\$ 306,945	\$ 206,967	\$ 716,477	\$ 2,368,339	\$ 2,763,089

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMBINING SCHEDULE OF NET POSITION
DECEMBER 31, 2025
(CONTINUED)

	Fund Year										
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	Fund Years
<u>ASSETS:</u>											
Assets:											
Cash and Cash Equivalents	\$ 2,311,769	\$ 2,879,958	\$ 2,417,143	\$ 2,646,601	\$ 2,482,767	\$ 2,103,641	\$ 2,535,037	\$ 2,675,253	\$ 2,904,903	\$ 3,091,092	\$ 36,093,438
Assessments Receivable										57,461	57,461.00
Total Assets	2,311,769	2,879,958	2,417,143	2,646,601	2,482,767	2,103,641	2,535,037	2,675,253	2,904,903	3,148,553	36,150,899
<u>LIABILITIES:</u>											
Accounts Payable										189,772	189,772
Loss Reserves	1,378,229	213,801	370,979	875,354	1,341,693	1,808,010	1,568,210	1,290,989	2,442,760	2,505,624	17,825,066
Total Liabilities	1,378,229	213,801	370,979	875,354	1,341,693	1,808,010	1,568,210	1,290,989	2,442,760	2,695,396	18,014,838
<u>NET POSITION:</u>											
Unrestricted/(Deficit)	933,540	2,666,157	2,046,164	1,771,247	1,141,074	295,631	966,827	1,384,264	462,143	453,157	18,136,061
Total Net Position/(Deficit)	\$ 933,540	\$ 2,666,157	\$ 2,046,164	\$ 1,771,247	\$ 1,141,074	\$ 295,631	\$ 966,827	\$ 1,384,264	\$ 462,143	\$ 453,157	\$ 18,136,061

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMBINING SCHEDULE OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDING DECEMBER 31, 2025

	Fund Year										
	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Revenue:											
Assessments from Participating Members											
Total Revenue											
Expenses:											
Provision for Claims and Claim Adjustment Expense					\$ (13,720)			\$ (139,215)	\$ 10		\$ 311
Insurance Premiums											
Claims Administration											
Contractual Services											
Non-Contractual Services Administration											
Total Expenses					(13,720)			(139,215)	10		311
Operating Income/(Loss)					13,720			139,215	(10)		(311)
Non-operating Revenue:											
Investment Income					90,974			10,696	18,206		4,630
Change in Net Position Before Member Dividends					104,694			149,911	18,196		4,319
Member Dividends					(61,222)			(7,667)	(13,853)		(5,729)
Change in Net Position					43,472			142,244	4,343		(1,410)
Net Position/(Deficit) - Beginning of Year					69,643			17,041	14,021		11,016
Net Position/(Deficit) - End of Year	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ 113,115	\$ - 0 -	\$ - 0 -	\$ 159,285	\$ 18,364	\$ - 0 -	\$ 9,606

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMBINING SCHEDULE OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDING DECEMBER 31, 2025
(CONTINUED)

	Fund Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenue:										
Assessments from Participating Members										
Other Income										
Total Revenue										
Expenses:										
Provision for Claims and Claim Adjustment Expense	\$ 5,140		\$ 1,494	\$ 703	\$ 153	\$ (6,024)	\$ 984	\$ (929)	\$ (6,097)	\$ (71,599)
Claims Administration										
Contractual Services										
Non-Contractual Services Administration										
Total Expenses	5,140		1,494	703	153	(6,024)	984	(929)	(6,097)	(71,599)
Operating Income/(Loss)	(5,140)		(1,494)	(703)	(153)	6,024	(984)	929	6,097	71,599
Non-operating Revenue:										
Investment Income	111,911	\$ 79	24,848	29,291	10,832	69,025	65,398	84,863	145,569	145,457
Change in Net Position Before Member Dividends	106,771	79	23,354	28,588	10,679	75,049	64,414	85,792	151,666	217,056
Member Dividends		(1,570)	(17,051)	(21,235)	(9,300)	(900,000)	(800,000)	(275,000)		
Change in Net Position	106,771	(1,491)	6,303	7,353	1,379	(824,951)	(735,586)	(189,208)	151,666	217,056
Net Position/(Deficit) - Beginning of Year	(855,764)	1,570	42,458	33,188	11,903	1,131,896	942,553	905,685	2,216,673	2,546,033
Net Position/(Deficit) - End of Year	\$ (748,993)	\$ 79	\$ 48,761	\$ 40,541	\$ 13,282	\$ 306,945	\$ 206,967	\$ 716,477	\$ 2,368,339	\$ 2,763,089

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
COMBINING SCHEDULE OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDING DECEMBER 31, 2025
 (CONTINUED)

	Fund Year							Total All Fund Years			
	2016	2017	2018	2019	2020	2021	2022		2023	2024	2025
Revenue:											
Assessments from Participating Members		757	\$ 690	\$ (11,130)	\$ 325	\$ (24,279)	\$ (231,081)	\$ (898,916)	\$ (1,961)	2,523,902	\$ 4,967,742
Total Revenue		757	690	(11,130)	325	(24,279)	(231,081)	(898,916)	(1,961)	4,671,483	4,967,742
Expenses:											
Provision for Claims and Claim Adjustment Expense	\$ (74,399)	\$ 757	\$ 690	\$ (11,130)	\$ 325	\$ (24,279)	\$ (231,081)	\$ (898,916)	\$ (1,961)	2,523,902	1,055,119
Insurance Premiums										545,400	545,400
Claims Administration										36,919	36,919
Contractual Services										1,052,970	1,052,970
Non-Contractual Services										117,638	117,638
Administration										394,654	394,654
Total Expenses	(74,399)	757	690	(11,130)	325	(24,279)	(231,081)	(898,916)	(1,961)	4,671,483	3,202,700
Operating Income/(Loss)	74,399	(757)	(690)	11,130	(325)	24,279	231,081	898,916	1,961	296,259	1,765,042
Non-operating Revenue:											
Investment Income	114,459	141,663	118,891	130,177	122,377	104,169	125,183	131,833	146,360	156,898	2,103,789
Change in Net Position Before Member Dividends	188,858	140,906	118,201	141,307	122,052	128,448	356,264	1,030,749	148,321	453,157	3,868,831
Member Dividends											(2,112,627)
Change in Net Position	188,858	140,906	118,201	141,307	122,052	128,448	356,264	1,030,749	148,321	453,157	1,756,204
Net Position/(Deficit) - Beginning of Year	744,682	2,525,251	1,927,963	1,629,940	1,019,022	167,183	610,563	353,515	313,822	16,379,857	16,379,857
Net Position/(Deficit) - End of Year	\$ 933,540	\$ 2,666,157	\$ 2,046,164	\$ 1,771,247	\$ 1,141,074	\$ 295,631	\$ 966,827	\$ 1,384,264	\$ 462,143	\$ 453,157	\$ 18,136,061

**SUPPLEMENTARY DATA
(UNAUDITED)**

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
HISTORICAL OPERATING RESULTS ANALYSIS
FUND YEARS - 1995 THROUGH 2025
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 114,073,223		
Supplemental Contributions			
Other Income (except investments)	10,324		
Total Income			\$ 114,083,547
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	25,294,614		
Case Reserves	11,048,855		
IBNR Reserve	6,776,211		
Subtotal		\$ 43,119,680	
Less Excess Insurance:			
Received	5,168,098		
Receivable			
Recoverable			
Subtotal		5,168,098	
Limited Incurred Claims (claims-excess)		37,951,582	
<u>Expenses:</u>			
Excess Insurance Premiums	11,191,858		
Administrative	30,810,046		
Subtotal Expenses		42,001,904	
<u>Total Incurred Liabilities</u> (limited claims and expenses)			<u>79,953,486</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			34,130,061
4. <u>Investment Income (Earned)</u>			<u>13,443,632</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			47,573,693
6. <u>Return of Surplus:</u>			
Paid	29,437,632		
Authorized and Unpaid			
Subtotal Return of Surplus			<u>29,437,632</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 18,136,061</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
HISTORICAL BALANCE SHEET
FUND YEARS - 1995 THROUGH 2025
DECEMBER 31, 2025
(UNAUDITED)

1. Assets:

Cash and Investments (1)	\$ 36,093,438		
			\$ 36,093,438
<u>Receivables (1):</u>			
Excess Insurance			
Assessments	57,461		
Other			
Total Receivables			57,461
Prepaid Expenses (1)			
Other Assets (1)			
Capital Assets (Land)			
<u>Total Assets</u>			\$ 36,150,899

2. Liabilities:Claims:

Case Reserves	11,048,855		
IBNR Reserve (2)	6,776,211		
Subtotal Claims			17,825,066

Expenses (unpaid) (1):

Excess Insurance			
Administrative	189,772		
Subtotal Expenses			189,772

Other Liabilities:

Unearned Contributions			
Authorized Return of Surplus			
Deferred Revenue (1)			
Miscellaneous Liabilities (1)			
Subtotal			

<u>Total Liabilities</u>			18,014,838
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NET CURRENT SURPLUS/(DEFICIT) = 1-2

\$ 18,136,061

Notes: (1) attach schedule itemizing these categories
(2) attach an opinion from the actuary

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 1995
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 1,473,646	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 1,473,646
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	780,742	
	Case Reserves		
	IBNR Reserve		
	Subtotal		\$ 780,742
	Less Excess Insurance:		
	Received	1,316	
	Receivable		
	Recoverable		
	Subtotal		1,316
	Limited Incurred Claims (claims-excess)		779,426
	<u>Expenses:</u>		
	Excess Insurance Premiums		
	Administrative	340,064	
	Subtotal Expenses		340,064
	<u>Total Incurred Liabilities</u>		1,119,490
	(limited claims and expenses)		
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		354,156
4.	<u>Investment Income (Earned)</u>		513,856
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		868,012
6.	<u>Return of Surplus:</u>		
	Paid	868,012	
	Authorized and Unpaid		
	Subtotal Return of Surplus		868,012
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ - 0 -

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 1996
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 2,211,048		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 2,211,048
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	459,804		
Case Reserves			
IBNR Reserve			
Subtotal			\$ 459,804
Less Excess Insurance:			
Received	500		
Receivable			
Recoverable			
Subtotal			500
Limited Incurred Claims (claims-excess)			459,304
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative	573,840		
Subtotal Expenses			573,840
<u>Total Incurred Liabilities</u>			
(limited claims and expenses)			1,033,144
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,177,904
4. <u>Investment Income (Earned)</u>			705,647
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,883,551
6. <u>Return of Surplus:</u>			
Paid	1,883,551		
Authorized and Unpaid			
Subtotal Return of Surplus			1,883,551
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ - 0 -

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 1997
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 2,446,906	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 2,446,906
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	1,597,277	
	Case Reserves		
	IBNR Reserve		
	Subtotal		\$ 1,597,277
	Less Excess Insurance:		
	Received	784,477	
	Receivable		
	Recoverable		
	Subtotal		784,477
	Limited Incurred Claims (claims-excess)		812,800
	<u>Expenses:</u>		
	Excess Insurance Premiums	147,742	
	Administrative	572,165	
	Subtotal Expenses		719,907
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		1,532,707
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		914,199
4.	<u>Investment Income (Earned)</u>		794,551
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		1,708,750
6.	<u>Return of Surplus:</u>		
	Paid	1,708,750	
	Authorized and Unpaid		
	Subtotal Return of Surplus		1,708,750
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ -0-

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 1998
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 2,539,054	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 2,539,054
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	166,939	
	Case Reserves		
	IBNR Reserve		
	Subtotal		\$ 166,939
	Less Excess Insurance:		
	Received	16,780	
	Receivable		
	Recoverable		
	Subtotal		16,780
	Limited Incurred Claims (claims-excess)		150,159
	<u>Expenses:</u>		
	Excess Insurance Premiums	211,930	
	Administrative	581,695	
	Subtotal Expenses		793,625
	<u>Total Incurred Liabilities</u>		943,784
	(limited claims and expenses)		943,784
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		1,595,270
4.	<u>Investment Income (Earned)</u>		1,077,959
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		2,673,229
6.	<u>Return of Surplus:</u>		
	Paid	2,673,229	
	Authorized and Unpaid		
	Subtotal Return of Surplus		2,673,229
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ -0-

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 1999
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 2,689,439	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 2,689,439
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	4,889,279	
	Case Reserves	87,396	
	IBNR Reserve	23,597	
	Subtotal		\$ 5,000,272
	Less Excess Insurance:		
	Received	3,090,186	
	Receivable		
	Recoverable		
	Subtotal		3,090,186
	Limited Incurred Claims (claims-excess)		1,910,086
	<u>Expenses:</u>		
	Excess Insurance Premiums	201,857	
	Administrative	653,098	
	Subtotal Expenses		854,955
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		<u>2,765,041</u>
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		(75,602)
4.	<u>Investment Income (Earned)</u>		<u>768,013</u>
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		692,411
6.	<u>Return of Surplus:</u>		
	Paid	579,296	
	Authorized and Unpaid		
	Subtotal Return of Surplus		<u>579,296</u>
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		<u>\$ 113,115</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2000
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 2,787,012	
	Supplemental Contributions		
	Other Income (except investments)	8,830	
	Total Income	8,830	\$ 2,795,842
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	28,130	
	Case Reserves		
	IBNR Reserve		
	Subtotal	28,130	\$ 28,130
	Less Excess Insurance:		
	Received	13,388	
	Receivable		
	Recoverable		
	Subtotal	13,388	
	Limited Incurred Claims (claims-excess)	14,742	
	<u>Expenses:</u>		
	Excess Insurance Premiums	188,236	
	Administrative	626,223	
	Subtotal Expenses	814,459	
	<u>Total Incurred Liabilities</u>	14,742	829,201
	(limited claims and expenses)		
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		1,966,641
4.	<u>Investment Income (Earned)</u>		969,563
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		2,936,204
6.	<u>Return of Surplus:</u>		
	Paid	2,936,204	
	Authorized and Unpaid		
	Subtotal Return of Surplus	2,936,204	2,936,204
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ -0-

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2001
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 3,096,261		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 3,096,261
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	139,589		
Case Reserves			
IBNR Reserve			
Subtotal			\$ 139,589
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)			139,589
<u>Expenses:</u>			
Excess Insurance Premiums	197,040		
Administrative	694,167		
Subtotal Expenses			891,207
<u>Total Incurred Liabilities</u>			
(limited claims and expenses)			1,030,796
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			2,065,465
4. <u>Investment Income (Earned)</u>			872,000
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			2,937,465
6. <u>Return of Surplus:</u>			
Paid	2,937,465		
Authorized and Unpaid			
Subtotal Return of Surplus			2,937,465
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ -0-

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2002
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	3,403,880	
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 3,403,880
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,519,037		
Case Reserves			
IBNR Reserve			
Subtotal			\$ 1,519,037
Less Excess Insurance:			
Received	16,465		
Receivable			
Recoverable			
Subtotal			16,465
Limited Incurred Claims (claims-excess)			1,502,572
<u>Expenses:</u>			
Excess Insurance Premiums	254,065		
Administrative	713,048		
Subtotal Expenses			967,113
<u>Total Incurred Liabilities</u>			
(limited claims and expenses)			2,469,685
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			934,195
4. <u>Investment Income (Earned)</u>			545,741
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,479,936
6. <u>Return of Surplus:</u>			
Paid	1,320,651		
Authorized and Unpaid			
Subtotal Return of Surplus			1,320,651
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 159,285

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2003
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	3,497,779	
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 3,497,779
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	899,288		
Case Reserves	1,966		
IBNR Reserve	531		
Subtotal			\$ 901,785
Less Excess Insurance:			
Received	253,167		
Receivable			
Recoverable			
Subtotal			253,167
Limited Incurred Claims (claims-excess)			648,618
<u>Expenses:</u>			
Excess Insurance Premiums	267,724		
Administrative	730,430		
Subtotal Expenses			998,154
<u>Total Incurred Liabilities</u>			1,646,772
(limited claims and expenses)			
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,851,007
4. <u>Investment Income (Earned)</u>			695,699
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			2,546,706
6. <u>Return of Surplus:</u>			
Paid	2,528,342		
Authorized and Unpaid			
Subtotal Return of Surplus			2,528,342
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 18,364

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2004
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 3,157,710	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 3,157,710
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	1,763,770	
	Case Reserves		
	IBNR Reserve		
	Subtotal		\$ 1,763,770
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		1,763,770
	<u>Expenses:</u>		
	Excess Insurance Premiums	247,947	
	Administrative	744,290	
	Subtotal Expenses		992,237
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		2,756,007
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		401,703
4.	<u>Investment Income (Earned)</u>		331,297
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		733,000
6.	<u>Return of Surplus:</u>		
	Paid	733,000	
	Authorized and Unpaid		
	Subtotal Return of Surplus		733,000
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ -0-

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2005
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	3,261,312	
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 3,261,312
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	823,417		
Case Reserves	62,188		
IBNR Reserve	16,790		
Subtotal			\$ 902,395
Less Excess Insurance:			
Received	3,645		
Receivable			
Recoverable			
Subtotal			3,645
Limited Incurred Claims (claims-excess)			898,750
<u>Expenses:</u>			
Excess Insurance Premiums	271,173		
Administrative	822,906		
Subtotal Expenses			1,094,079
<u>Total Incurred Liabilities</u>			898,750
(limited claims and expenses)			1,992,829
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,268,483
4. <u>Investment Income (Earned)</u>			428,910
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,697,393
6. <u>Return of Surplus:</u>			
Paid	1,687,787		
Authorized and Unpaid			
Subtotal Return of Surplus			1,687,787
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 9,606

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2006
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 3,544,408		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 3,544,408
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	3,197,358		
Case Reserves	1,027,886		
IBNR Reserve	277,529		
Subtotal			\$ 4,502,773
Less Excess Insurance:			
Received	979,635		
Receivable			
Recoverable			
Subtotal			979,635
Limited Incurred Claims (claims-excess)			3,523,138
<u>Expenses:</u>			
Excess Insurance Premiums	337,021		
Administrative	956,663		
Subtotal Expenses			1,293,684
<u>Total Incurred Liabilities</u>			4,816,822
(limited claims and expenses)			
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			(1,272,414)
4. <u>Investment Income (Earned)</u>			580,991
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			(691,423)
6. <u>Return of Surplus:</u>			
Paid	57,570		
Authorized and Unpaid			
Subtotal Return of Surplus			57,570
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ (748,993)

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2007
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 3,619,190		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 3,619,190
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	242,123		
Case Reserves			
IBNR Reserve			
Subtotal			\$ 242,123
Less Excess Insurance:			
Received	5,718		
Receivable			
Recoverable			
Subtotal			5,718
Limited Incurred Claims (claims-excess)			236,405
<u>Expenses:</u>			
Excess Insurance Premiums	364,075		
Administrative	1,031,089		
Subtotal Expenses			1,395,164
<u>Total Incurred Liabilities</u>			
(limited claims and expenses)			1,631,569
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,987,621
4. <u>Investment Income (Earned)</u>			334,860
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			2,322,481
6. <u>Return of Surplus:</u>			
Paid	2,322,402		
Authorized and Unpaid			
Subtotal Return of Surplus			2,322,402
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 79

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2008
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 3,716,831		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 3,716,831
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,071,462		
Case Reserves	298,898		
IBNR Reserve	80,702		
Subtotal			\$ 1,451,062
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)			1,451,062
<u>Expenses:</u>			
Excess Insurance Premiums	392,009		
Administrative	1,028,436		
Subtotal Expenses			1,420,445
<u>Total Incurred Liabilities</u>			
(limited claims and expenses)			<u>2,871,507</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			845,324
4. <u>Investment Income (Earned)</u>			<u>288,938</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,134,262
6. <u>Return of Surplus:</u>			
Paid	1,085,501		
Authorized and Unpaid			
Subtotal Return of Surplus			<u>1,085,501</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 48,761</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2009
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 3,874,501	
	Supplemental Contributions		
	Other Income (except investments)	282	
	Total Income		\$ 3,874,783
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	2,108,553	
	Case Reserves	140,618	
	IBNR Reserve	37,967	
	Subtotal		\$ 2,287,138
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		2,287,138
	<u>Expenses:</u>		
	Excess Insurance Premiums	355,530	
	Administrative	1,049,007	
	Subtotal Expenses		1,404,537
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		3,691,675
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		183,108
4.	<u>Investment Income (Earned)</u>		206,033
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		389,141
6.	<u>Return of Surplus:</u>		
	Paid	348,600	
	Authorized and Unpaid		
	Subtotal Return of Surplus		348,600
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ 40,541

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2010
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 3,879,579		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 3,879,579
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	661,805		
Case Reserves	30,625		
IBNR Reserve	8,269		
Subtotal		\$ 700,699	
Less Excess Insurance:			
Received	2,821		
Receivable			
Recoverable			
Subtotal		2,821	
Limited Incurred Claims (claims-excess)		697,878	
<u>Expenses:</u>			
Excess Insurance Premiums	363,654		
Administrative	1,083,896		
Subtotal Expenses		1,447,550	
<u>Total Incurred Liabilities</u>		697,878	
(limited claims and expenses)			2,145,428
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,734,151
4. <u>Investment Income (Earned)</u>			174,040
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,908,191
6. <u>Return of Surplus:</u>			
Paid	1,894,909		
Authorized and Unpaid			
Subtotal Return of Surplus		1,894,909	
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 13,282

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2011
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 3,901,387		
Supplemental Contributions			
Other Income (except investments)	1,212		
Total Income			\$ 3,902,599
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	256,774		
Case Reserves	168,158		
IBNR Reserve	45,403		
Subtotal		\$ 470,335	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		470,335	
<u>Expenses:</u>			
Excess Insurance Premiums	366,063		
Administrative	1,104,693		
Subtotal Expenses		1,470,756	
<u>Total Incurred Liabilities</u>			
(limited claims and expenses)			1,941,091
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,961,508
4. <u>Investment Income (Earned)</u>			335,437
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			2,296,945
6. <u>Return of Surplus:</u>			
Paid	1,990,000		
Authorized and Unpaid			
Subtotal Return of Surplus			1,990,000
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 306,945

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2012
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	3,896,296	
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 3,896,296
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	541,425		
Case Reserves	272,549		
IBNR Reserve	73,588		
Subtotal		\$ 887,562	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		887,562	
<u>Expenses:</u>			
Excess Insurance Premiums	347,971		
Administrative	1,125,850		
Subtotal Expenses		1,473,821	
<u>Total Incurred Liabilities</u> (limited claims and expenses)			2,361,383
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,534,913
4. <u>Investment Income (Earned)</u>			279,417
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,814,330
6. <u>Return of Surplus:</u>			
Paid	1,607,363		
Authorized and Unpaid			
Subtotal Return of Surplus			1,607,363
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 206,967

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2013
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,136,205	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,136,205
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	1,474,118	
	Case Reserves	472,786	
	IBNR Reserve	127,652	
	Subtotal		\$ 2,074,556
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		2,074,556
	<u>Expenses:</u>		
	Excess Insurance Premiums	366,830	
	Administrative	961,829	
	Subtotal Expenses		1,328,659
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		3,403,215
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		732,990
4.	<u>Investment Income (Earned)</u>		258,487
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		991,477
6.	<u>Return of Surplus:</u>		
	Paid	275,000	
	Authorized and Unpaid		
	Subtotal Return of Surplus		275,000
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ 716,477

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2014
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,205,532	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,205,532
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	211,337	
	Case Reserves	465,279	
	IBNR Reserve	125,625	
	Subtotal		\$ 802,241
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		802,241
	<u>Expenses:</u>		
	Excess Insurance Premiums	391,568	
	Administrative	1,055,162	
	Subtotal Expenses		1,446,730
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		<u>2,248,971</u>
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		1,956,561
4.	<u>Investment Income (Earned)</u>		<u>411,778</u>
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		2,368,339
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		<u>\$ 2,368,339</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2015
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,279,984	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,279,984
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	126,618	
	Case Reserves	144,422	
	IBNR Reserve	38,993	
	Subtotal		\$ 310,033
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		310,033
	<u>Expenses:</u>		
	Excess Insurance Premiums	535,022	
	Administrative	1,061,789	
	Subtotal Expenses		1,596,811
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		<u>1,906,844</u>
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		2,373,140
4.	<u>Investment Income (Earned)</u>		<u>389,949</u>
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		2,763,089
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		<u>\$ 2,763,089</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2016
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	4,269,535	
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 4,269,535
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	581,684		
Case Reserves	1,085,219		
IBNR Reserve	293,010		
Subtotal		\$ 1,959,913	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		1,959,913	
<u>Expenses:</u>			
Excess Insurance Premiums	542,696		
Administrative	1,137,783		
Subtotal Expenses		1,680,479	
<u>Total Incurred Liabilities</u>			
(limited claims and expenses)			3,640,392
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			629,143
4. <u>Investment Income (Earned)</u>			304,397
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			933,540
6. <u>Return of Surplus:</u>			
Paid			
Authorized and Unpaid			
Subtotal Return of Surplus			
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 933,540

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2017
DECEMBER 31, 2025
(UNAUDITED)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 4,351,055		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 4,351,055
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	145,721		
Case Reserves	168,348		
IBNR Reserve	45,453		
Subtotal			\$ 359,522
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)			359,522
<u>Expenses:</u>			
Excess Insurance Premiums	541,069		
Administrative	1,136,997		
Subtotal Expenses			1,678,066
<u>Total Incurred Liabilities</u>			
(limited claims and expenses)			2,037,588
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			2,313,467
4. <u>Investment Income (Earned)</u>			352,690
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			2,666,157
6. <u>Return of Surplus:</u>			
Paid			
Authorized and Unpaid			
Subtotal Return of Surplus			
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 2,666,157

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2018
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,185,900	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,185,900
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	323,550	
	Case Reserves	292,109	
	IBNR Reserve	78,870	
	Subtotal		\$ 694,529
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		694,529
	<u>Expenses:</u>		
	Excess Insurance Premiums	545,135	
	Administrative	1,198,351	
	Subtotal Expenses		1,743,486
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		2,438,015
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		1,747,885
4.	<u>Investment Income (Earned)</u>		298,279
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		2,046,164
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ 2,046,164

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2019
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,323,258	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,323,258
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	183,007	
	Case Reserves	675,210	
	IBNR Reserve	200,144	
	Subtotal		\$ 1,058,361
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		1,058,361
	<u>Expenses:</u>		
	Excess Insurance Premiums	538,954	
	Administrative	1,227,785	
	Subtotal Expenses		1,766,739
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		2,825,100
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		1,498,158
4.	<u>Investment Income (Earned)</u>		273,089
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		1,771,247
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ 1,771,247

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2020
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,313,003	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,313,003
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	229,536	
	Case Reserves	1,003,656	
	IBNR Reserve	338,037	
	Subtotal		\$ 1,571,229
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		1,571,229
	<u>Expenses:</u>		
	Excess Insurance Premiums	498,536	
	Administrative	1,309,188	
	Subtotal Expenses		1,807,724
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		<u>3,378,953</u>
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		934,050
4.	<u>Investment Income (Earned)</u>		<u>207,024</u>
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		1,141,074
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		<u>\$ 1,141,074</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2021
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,318,095	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,318,095
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	499,963	
	Case Reserves	1,361,537	
	IBNR Reserve	446,473	
	Subtotal		\$ 2,307,973
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		2,307,973
	<u>Expenses:</u>		
	Excess Insurance Premiums	498,536	
	Administrative	1,359,688	
	Subtotal Expenses		1,858,224
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		<u>4,166,197</u>
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		151,898
4.	<u>Investment Income (Earned)</u>		<u>143,733</u>
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		295,631
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		<u>\$ 295,631</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2022
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,409,654	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,409,654
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	175,954	
	Case Reserves	1,125,359	
	IBNR Reserve	442,851	
	Subtotal		\$ 1,744,164
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		1,744,164
	<u>Expenses:</u>		
	Excess Insurance Premiums	542,067	
	Administrative	1,380,052	
	Subtotal Expenses		1,922,119
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		<u>3,666,283</u>
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		743,371
4.	<u>Investment Income (Earned)</u>		<u>223,456</u>
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		966,827
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		<u>\$ 966,827</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2023
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,444,941	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,444,941
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	117,609	
	Case Reserves	494,391	
	IBNR Reserve	796,598	
	Subtotal		\$ 1,408,598
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		1,408,598
	<u>Expenses:</u>		
	Excess Insurance Premiums	541,966	
	Administrative	1,411,411	
	Subtotal Expenses		1,953,377
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		<u>3,361,975</u>
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		1,082,966
4.	<u>Investment Income (Earned)</u>		<u>301,298</u>
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		1,384,264
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		<u>\$ 1,384,264</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2024
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$ 4,872,080	
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,872,080
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	60,467	
	Case Reserves	688,571	
	IBNR Reserve	1,754,189	
	Subtotal		\$ 2,503,227
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		2,503,227
	<u>Expenses:</u>		
	Excess Insurance Premiums	590,042	
	Administrative	1,536,270	
	Subtotal Expenses		2,126,312
	<u>Total Incurred Liabilities</u>		
	(limited claims and expenses)		<u>4,629,539</u>
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		242,541
4.	<u>Investment Income (Earned)</u>		<u>219,602</u>
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		462,143
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		<u>\$ 462,143</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2025
DECEMBER 31, 2025
(UNAUDITED)

1.	<u>Underwriting Income:</u>		
	Regular Contributions (earned)	\$	4,967,742
	Supplemental Contributions		
	Other Income (except investments)		
	Total Income		\$ 4,967,742
2.	<u>Incurred Liabilities:</u>		
	<u>Claims:</u>		
	Paid	18,278	
	Case Reserves	981,684	
	IBNR Reserve	1,523,940	
	Subtotal		\$ 2,523,902
	Less Excess Insurance:		
	Received		
	Receivable		
	Recoverable		
	Subtotal		
	Limited Incurred Claims (claims-excess)		2,523,902
	<u>Expenses:</u>		
	Excess Insurance Premiums	545,400	
	Administrative	1,602,181	
	Subtotal Expenses		2,147,581
	<u>Total Incurred Liabilities</u>		4,671,483
	(limited claims and expenses)		
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>		296,259
4.	<u>Investment Income (Earned)</u>		156,898
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>		453,157
6.	<u>Return of Surplus:</u>		
	Paid		
	Authorized and Unpaid		
	Subtotal Return of Surplus		
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>		\$ 453,157

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 1995
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts					Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	
1. <u>Underwriting Income</u>						
Regular Contributions (earned)	\$ 91,241	\$ 86,853	\$ 413,287	\$ 287,675	\$ 594,590	\$ 1,473,646
Supplemental Contributions						
Other Income (except investments)						
Total Income	<u>91,241</u>	<u>86,853</u>	<u>413,287</u>	<u>287,675</u>	<u>594,590</u>	<u>1,473,646</u>
2. <u>Incurred Liabilities</u>						
Claims (limited incurred)	38,148	513,270	152,175	75,833	340,064	779,426
Expenses						
Total Liabilities	<u>38,148</u>	<u>513,270</u>	<u>152,175</u>	<u>75,833</u>	<u>340,064</u>	<u>1,119,490</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>53,093</u>	<u>(426,417)</u>	<u>261,112</u>	<u>211,842</u>	<u>254,526</u>	<u>354,156</u>
4. <u>Adjustments</u>						
Investment Income	41,744	17,474	175,169	138,054	141,415	513,856
Transfers						
Total Adjustments	<u>41,744</u>	<u>17,474</u>	<u>175,169</u>	<u>138,054</u>	<u>141,415</u>	<u>513,856</u>
5. Gross Operating Surplus/(Deficit)	<u>94,837</u>	<u>(408,943)</u>	<u>436,281</u>	<u>349,896</u>	<u>395,941</u>	<u>868,012</u>
6. Return of Surplus/(Deficit)	<u>94,837</u>	<u>(408,943)</u>	<u>436,281</u>	<u>349,896</u>	<u>395,941</u>	<u>868,012</u>
7. Net Current Surplus	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 1996
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts					Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	
1. <u>Underwriting Income</u>						
Regular Contributions (earned)	\$ 148,317	\$ 128,934	\$ 416,539	\$ 725,539	\$ 791,719	\$ 2,211,048
Supplemental Contributions						
Other Income (except investments)						
Total Income	148,317	128,934	416,539	725,539	791,719	2,211,048
2. <u>Incurred Liabilities</u>						
Claims (limited incurred)	70,724	56,569	305,853	26,158	573,840	459,304
Expenses					573,840	573,840
Total Liabilities	70,724	56,569	305,853	26,158	573,840	1,033,144
3. <u>Underwriting Surplus/(Deficit)</u>	77,593	72,365	110,686	699,381	217,879	1,177,904
4. <u>Adjustments</u>						
Investment Income	54,428	42,773	126,158	387,636	94,652	705,647
Transfers						
Total Adjustments	54,428	42,773	126,158	387,636	94,652	705,647
5. Gross Operating Surplus	132,021	115,138	236,844	1,087,017	312,531	1,883,551
6. Return of Surplus	132,021	115,138	236,844	1,087,017	312,531	1,883,551
7. Net Current Surplus	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1997
DECEMBER 31, 2025
(UNAUDITED)

	Coverages and Other Accounts					Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	
1. <u>Underwriting Income</u>						
Regular Contributions (earned)	\$ 124,677	\$ 208,711	\$ 544,357	\$ 698,271	\$ 870,890	\$ 2,446,906
Supplemental Contributions						
Other Income (except investments)						
Total Income	<u>124,677</u>	<u>208,711</u>	<u>544,357</u>	<u>698,271</u>	<u>870,890</u>	<u>2,446,906</u>
2. <u>Incurring Liabilities</u>						
Claims (limited incurred)	21,193	221,933	662,733	(93,059)	719,907	812,800
Expenses						
Total Liabilities	<u>21,193</u>	<u>221,933</u>	<u>662,733</u>	<u>(93,059)</u>	<u>719,907</u>	<u>1,532,707</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>103,484</u>	<u>(13,222)</u>	<u>(118,376)</u>	<u>791,330</u>	<u>150,983</u>	<u>914,199</u>
4. <u>Adjustments</u>						
Investment Income	78,507	123,562	65,478	452,495	74,509	794,551
Transfers						
Total Adjustments	<u>78,507</u>	<u>123,562</u>	<u>65,478</u>	<u>452,495</u>	<u>74,509</u>	<u>794,551</u>
5. Gross Operating Surplus/(Deficit)	<u>181,991</u>	<u>110,340</u>	<u>(52,898)</u>	<u>1,243,825</u>	<u>225,492</u>	<u>1,708,750</u>
6. Return of Surplus/(Deficit)	<u>181,991</u>	<u>110,340</u>	<u>(52,898)</u>	<u>1,243,825</u>	<u>225,492</u>	<u>1,708,750</u>
7. Net Current Surplus/(Deficit)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1998
DECEMBER 31, 2025
(UNAUDITED)

	Coverages and Other Accounts					Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	
1. <u>Underwriting Income</u>						
Regular Contributions (earned)	\$ 197,002	\$ 176,262	\$ 570,264	\$ 725,796	\$ 644,493	\$ 2,539,054
Supplemental Contributions						
Other Income (except investments)						
Total Income	197,002	176,262	570,264	725,796	644,493	2,539,054
2. <u>Incurred Liabilities</u>						
Claims (limited incurred)	42,458		99,600	8,101	581,695	150,159
Expenses					211,930	793,625
Total Liabilities	42,458		99,600	8,101	581,695	943,784
3. <u>Underwriting Surplus/(Deficit)</u>	154,544	176,262	470,664	717,695	62,798	1,595,270
4. <u>Adjustments</u>						
Investment Income	114,229	123,122	341,485	483,750	14,915	1,077,959
Transfers						
Total Adjustments	114,229	123,122	341,485	483,750	14,915	1,077,959
5. Gross Operating Surplus	268,773	299,384	812,149	1,201,445	77,713	2,673,229
6. Return of Surplus	268,773	299,384	812,149	1,201,445	77,713	2,673,229
7. Net Current Surplus	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 1999
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts						Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>							
Regular Contributions (earned)	\$ 179,090	\$ 158,025	\$ 663,639	\$ 769,022	\$ 717,806	\$ 201,857	\$ 2,689,439
Supplemental Contributions							
Other Income (except investments)							
Total Income	<u>179,090</u>	<u>158,025</u>	<u>663,639</u>	<u>769,022</u>	<u>717,806</u>	<u>201,857</u>	<u>2,689,439</u>
2. <u>Incurred Liabilities</u>							
Claims (limited incurred)	537,109	443,741	1,843,705	(914,469)	653,098	201,857	1,910,086
Expenses							854,955
Total Liabilities	<u>537,109</u>	<u>443,741</u>	<u>1,843,705</u>	<u>(914,469)</u>	<u>653,098</u>	<u>201,857</u>	<u>2,765,041</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>(358,019)</u>	<u>(285,716)</u>	<u>(1,180,066)</u>	<u>1,683,491</u>	<u>64,708</u>		<u>(75,602)</u>
4. <u>Adjustments</u>							
Investment Income	41,382	50,305	55,009	571,377	49,940		768,013
Transfers							
Total Adjustments	<u>41,382</u>	<u>50,305</u>	<u>55,009</u>	<u>571,377</u>	<u>49,940</u>		<u>768,013</u>
5. Gross Operating Surplus/(Deficit)	<u>(316,637)</u>	<u>(235,411)</u>	<u>(1,125,057)</u>	<u>2,254,868</u>	<u>114,648</u>		<u>692,411</u>
6. Return of Surplus				511,222	68,074		579,296
7. Net Current Surplus/(Deficit)	<u>\$ (316,637)</u>	<u>\$ (235,411)</u>	<u>\$ (1,125,057)</u>	<u>\$ 1,743,646</u>	<u>\$ 46,574</u>	<u>\$ -0-</u>	<u>\$ 113,115</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2000
DECEMBER 31, 2025
(UNAUDITED)

	Coverages and Other Accounts					Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	
1. <u>Underwriting Income</u>						
Regular Contributions (earned)	\$ 189,347	\$ 167,784	\$ 715,283	\$ 815,212	\$ 709,664	\$ 189,722
Supplemental Contributions						
Other Income (except investments)					8,830	
Total Income	<u>189,347</u>	<u>167,784</u>	<u>715,283</u>	<u>815,212</u>	<u>718,494</u>	<u>189,722</u>
2. <u>Incurred Liabilities</u>						
Claims (limited incurred)	4,851	3,018	6,873		626,223	188,236
Expenses					626,223	188,236
Total Liabilities	<u>4,851</u>	<u>3,018</u>	<u>6,873</u>		<u>626,223</u>	<u>188,236</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>184,496</u>	<u>164,766</u>	<u>708,410</u>	<u>815,212</u>	<u>92,271</u>	<u>1,486</u>
4. <u>Adjustments</u>						
Investment Income	85,283	80,486	382,211	402,405	19,127	51
Transfers						
Total Adjustments	<u>85,283</u>	<u>80,486</u>	<u>382,211</u>	<u>402,405</u>	<u>19,127</u>	<u>51</u>
5. <u>Gross Operating Surplus</u>	<u>269,779</u>	<u>245,252</u>	<u>1,090,621</u>	<u>1,217,617</u>	<u>111,398</u>	<u>1,537</u>
6. <u>Return of Surplus</u>	<u>267,944</u>	<u>247,087</u>	<u>1,090,622</u>	<u>1,217,549</u>	<u>111,465</u>	<u>1,537</u>
7. <u>Net Current Surplus/(Deficit)</u>	<u>\$ 1,835</u>	<u>\$ (1,835)</u>	<u>\$ (1)</u>	<u>\$ 68</u>	<u>\$ (67)</u>	<u>\$ -0-</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2001
DECEMBER 31, 2025
(UNAUDITED)

	Coverages and Other Accounts					Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	
1. <u>Underwriting Income</u>						
Regular Contributions (earned)	\$ 198,213	\$ 187,351	\$ 799,939	\$ 920,667	\$ 793,115	\$ 3,096,261
Supplemental Contributions	198,213	187,351	799,939	920,667	793,115	3,096,261
Other Income (except investments)						
Total Income	30,933	6,443	88,319	13,894	694,167	139,589
2. <u>Incurred Liabilities</u>						
Claims (limited incurred)	30,933	6,443	88,319	13,894	694,167	891,207
Expenses	30,933	6,443	88,319	13,894	694,167	1,030,796
Total Liabilities	167,280	180,908	711,620	906,773	98,948	2,065,465
3. <u>Underwriting Surplus/(Deficit)</u>						
4. <u>Adjustments</u>						
Investment Income	111,858	70,559	286,721	379,952	21,186	1,724
Transfers						
Total Adjustments	111,858	70,559	286,721	379,952	21,186	1,724
5. <u>Gross Operating Surplus</u>	279,138	251,467	998,341	1,286,725	120,134	2,937,465
6. <u>Return of Surplus</u>	279,138	251,467	998,341	1,286,725	120,134	2,937,465
7. <u>Net Current Surplus/(Deficit)</u>	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2002
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts					Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	
1. <u>Underwriting Income</u>						
Regular Contributions (earned)	\$ 205,805	\$ 217,813	\$ 934,766	\$ 860,633	\$ 915,948	\$ 268,915
Supplemental Contributions						
Other Income (except investments)						
Total Income	205,805	217,813	934,766	860,633	915,948	268,915
2. <u>Incurred Liabilities</u>						
Claims (limited incurred)	175,312	38,810	776,912	511,538	713,048	254,065
Expenses						
Total Liabilities	175,312	38,810	776,912	511,538	713,048	254,065
3. <u>Underwriting Surplus/(Deficit)</u>	30,493	179,003	157,854	349,095	202,900	14,850
4. <u>Adjustments</u>						
Investment Income	11,742	61,202	176,236	281,276	5,254	10,031
Transfers						
Total Adjustments	11,742	61,202	176,236	281,276	5,254	10,031
5. Gross Operating Surplus	42,235	240,205	334,090	630,371	208,154	24,881
6. Return of Surplus	42,000	237,500	307,667	450,000	258,603	24,881
7. Net Current Surplus	\$ 235	\$ 2,705	\$ 26,423	\$ 180,371	\$ (50,449)	\$ -0-

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2003
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts						Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>							
Regular Contributions (earned)	\$ 240,058	\$ 228,806	\$ 863,005	\$ 948,341	\$ 941,232	\$ 276,337	\$ 3,497,779
Supplemental Contributions							
Other Income (except investments)							
Total Income	<u>240,058</u>	<u>228,806</u>	<u>863,005</u>	<u>948,341</u>	<u>941,232</u>	<u>276,337</u>	<u>3,497,779</u>
2. <u>Incurred Liabilities</u>							
Claims (limited incurred)	600,108	10,947	37,563		730,430	267,724	648,618
Expenses							998,154
Total Liabilities	<u>600,108</u>	<u>10,947</u>	<u>37,563</u>		<u>730,430</u>	<u>267,724</u>	<u>1,646,772</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>(360,050)</u>	<u>217,859</u>	<u>825,442</u>	<u>948,341</u>	<u>210,802</u>	<u>8,613</u>	<u>1,851,007</u>
4. <u>Adjustments</u>							
Investment Income	23,067	77,873	275,719	307,057	9,972	2,011	695,699
Transfers							
Total Adjustments	<u>23,067</u>	<u>77,873</u>	<u>275,719</u>	<u>307,057</u>	<u>9,972</u>	<u>2,011</u>	<u>695,699</u>
5. <u>Gross Operating Surplus/(Deficit)</u>	<u>(336,983)</u>	<u>295,732</u>	<u>1,101,161</u>	<u>1,255,398</u>	<u>220,774</u>	<u>10,624</u>	<u>2,546,706</u>
6. <u>Return of Surplus</u>		208,203	950,000	1,138,853	220,662	10,624	2,528,342
7. <u>Net Current Surplus/(Deficit)</u>	<u>\$ (336,983)</u>	<u>\$ 87,529</u>	<u>\$ 151,161</u>	<u>\$ 116,545</u>	<u>\$ 112</u>	<u>\$ -0-</u>	<u>\$ 18,364</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2004
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts						Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>							
Regular Contributions (earned)	\$ 233,867	\$ 252,254	\$ 801,255	\$ 629,537	\$ 923,703	\$ 317,094	\$ 3,157,710
Supplemental Contributions	233,867	252,254	801,255	629,537	923,703	317,094	3,157,710
Other Income (except investments)	335,270	467,759	563,934	396,807	744,290	247,947	1,763,770
Total Income	335,270	467,759	563,934	396,807	744,290	247,947	2,756,007
2. <u>Incurred Liabilities</u>							
Claims (limited incurred)	(101,403)	(215,505)	237,321	232,730	179,413	69,147	401,703
Expenses	27,395	1,725	148,722	143,135	9,823	497	331,297
Total Liabilities	27,395	1,725	148,722	143,135	69,615	(69,615)	331,297
3. <u>Underwriting Surplus/(Deficit)</u>	(74,008)	(213,780)	386,043	375,865	258,851	29	733,000
4. <u>Adjustments</u>							
Investment Income	(74,008)	(213,780)	386,043	375,865	258,851	29	733,000
Transfers							
Total Adjustments	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
5. Gross Operating Surplus/(Deficit)							
6. Return of Surplus/(Deficit)							
7. Net Current Surplus/(Deficit)							

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2005
DECEMBER 31, 2025
(UNAUDITED)

	Coverages and Other Accounts					Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	
1. <u>Underwriting Income</u>						
Regular Contributions (earned)	\$ 257,124	\$ 242,746	\$ 810,328	\$ 672,052	\$ 932,453	\$ 3,261,312
Supplemental Contributions						
Other Income (except investments)						
Total Income	<u>257,124</u>	<u>242,746</u>	<u>810,328</u>	<u>672,052</u>	<u>932,453</u>	<u>3,261,312</u>
2. <u>Incurred Liabilities</u>						
Claims (limited incurred)	160,468	194,822	290,288	253,172	822,906	898,750
Expenses						
Total Liabilities	<u>160,468</u>	<u>194,822</u>	<u>290,288</u>	<u>253,172</u>	<u>822,906</u>	<u>1,992,829</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>96,656</u>	<u>47,924</u>	<u>520,040</u>	<u>418,880</u>	<u>109,547</u>	<u>1,268,483</u>
4. <u>Adjustments</u>						
Investment Income	49,772	21,598	172,091	169,618	6,143	428,910
Transfers						
Total Adjustments	<u>49,772</u>	<u>21,598</u>	<u>172,091</u>	<u>169,618</u>	<u>6,143</u>	<u>428,910</u>
5. Gross Operating Surplus	<u>146,428</u>	<u>69,522</u>	<u>692,131</u>	<u>588,498</u>	<u>115,690</u>	<u>1,697,393</u>
6. Return of Surplus	<u>145,000</u>	<u>68,000</u>	<u>675,729</u>	<u>598,418</u>	<u>115,516</u>	<u>1,687,787</u>
7. Net Current Surplus	<u>\$ 1,428</u>	<u>\$ 1,522</u>	<u>\$ 16,402</u>	<u>\$ (9,920)</u>	<u>\$ 174</u>	<u>\$ 9,606</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2006
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts						Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>							
Regular Contributions (earned)	\$ 273,819	\$ 258,476	\$ 863,422	\$ 715,544	\$ 1,025,097	\$ 408,050	\$ 3,544,408
Supplemental Contributions							
Other Income (except investments)							
Total Income	<u>273,819</u>	<u>258,476</u>	<u>863,422</u>	<u>715,544</u>	<u>1,025,097</u>	<u>408,050</u>	<u>3,544,408</u>
2. <u>Incurred Liabilities</u>							
Claims (limited incurred)	1,244,895	115,363	2,162,230	650	956,663	337,021	3,523,138
Expenses							1,293,684
Total Liabilities	<u>1,244,895</u>	<u>115,363</u>	<u>2,162,230</u>	<u>650</u>	<u>956,663</u>	<u>337,021</u>	<u>4,816,822</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>(971,076)</u>	<u>143,113</u>	<u>(1,298,808)</u>	<u>714,894</u>	<u>68,434</u>	<u>71,029</u>	<u>(1,272,414)</u>
4. <u>Adjustments</u>							
Investment Income	96,327	62,104	98,106	273,414	25,782	25,258	580,991
Transfers			(600)	600			
Total Adjustments	<u>96,327</u>	<u>62,104</u>	<u>97,506</u>	<u>274,014</u>	<u>25,782</u>	<u>25,258</u>	<u>580,991</u>
5. <u>Gross Operating Surplus/(Deficit)</u>	<u>(874,749)</u>	<u>205,217</u>	<u>(1,201,302)</u>	<u>988,908</u>	<u>94,216</u>	<u>96,287</u>	<u>(691,423)</u>
6. <u>Return of Surplus</u>					<u>57,570</u>		<u>57,570</u>
7. <u>Net Current Surplus/(Deficit)</u>	<u>\$ (874,749)</u>	<u>\$ 205,217</u>	<u>\$ (1,201,302)</u>	<u>\$ 988,908</u>	<u>\$ 36,646</u>	<u>\$ 96,287</u>	<u>\$ (748,993)</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2007
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts						Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>							
Regular Contributions (earned)	\$ 319,141	\$ 273,756	\$ 790,886	\$ 723,113	\$ 1,081,588	\$ 430,706	\$ 3,619,190
Supplemental Contributions							
Other Income (except investments)							
Total Income	<u>319,141</u>	<u>273,756</u>	<u>790,886</u>	<u>723,113</u>	<u>1,081,588</u>	<u>430,706</u>	<u>3,619,190</u>
2. <u>Incurred Liabilities</u>							
Claims (limited incurred)	28,171	140,328	67,906		1,031,089	364,075	236,405
Expenses					1,031,089	364,075	1,395,164
Total Liabilities	<u>28,171</u>	<u>140,328</u>	<u>67,906</u>		<u>1,031,089</u>	<u>364,075</u>	<u>1,631,569</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>290,970</u>	<u>133,428</u>	<u>722,980</u>	<u>723,113</u>	<u>50,499</u>	<u>66,631</u>	<u>1,987,621</u>
4. <u>Adjustments</u>							
Investment Income	52,162	28,191	121,608	117,753	7,810	7,336	334,860
Transfers							
Total Adjustments	<u>52,162</u>	<u>28,191</u>	<u>121,608</u>	<u>117,753</u>	<u>7,810</u>	<u>7,336</u>	<u>334,860</u>
5. Gross Operating Surplus	<u>343,132</u>	<u>161,619</u>	<u>844,588</u>	<u>840,866</u>	<u>58,309</u>	<u>73,967</u>	<u>2,322,481</u>
6. Return of Surplus	<u>343,125</u>	<u>161,610</u>	<u>844,563</u>	<u>840,840</u>	<u>58,303</u>	<u>73,961</u>	<u>2,322,402</u>
7. Net Current Surplus	<u>\$ 7</u>	<u>\$ 9</u>	<u>\$ 25</u>	<u>\$ 26</u>	<u>\$ 6</u>	<u>\$ 6</u>	<u>\$ 79</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2008
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts						Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>							
Regular Contributions (earned)	\$ 327,908	\$ 272,854	\$ 777,766	\$ 738,398	\$ 1,142,258	\$ 457,647	\$ 3,716,831
Supplemental Contributions							
Other Income (except investments)							
Total Income	<u>327,908</u>	<u>272,854</u>	<u>777,766</u>	<u>738,398</u>	<u>1,142,258</u>	<u>457,647</u>	<u>3,716,831</u>
2. <u>Incurred Liabilities</u>							
Claims (limited incurred)	39,113	76,050	959,623	376,276	1,028,436	392,009	1,451,062
Expenses							
Total Liabilities	<u>39,113</u>	<u>76,050</u>	<u>959,623</u>	<u>376,276</u>	<u>1,028,436</u>	<u>392,009</u>	<u>2,871,507</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>288,795</u>	<u>196,804</u>	<u>(181,857)</u>	<u>362,122</u>	<u>113,822</u>	<u>65,638</u>	<u>845,324</u>
4. <u>Adjustments</u>							
Investment Income	46,423	33,608	47,199	123,496	27,776	10,436	288,938
Transfers							
Total Adjustments	<u>46,423</u>	<u>33,608</u>	<u>47,199</u>	<u>123,496</u>	<u>27,776</u>	<u>10,436</u>	<u>288,938</u>
5. <u>Gross Operating Surplus/(Deficit)</u>	<u>335,218</u>	<u>230,412</u>	<u>(134,658)</u>	<u>485,618</u>	<u>141,598</u>	<u>76,074</u>	<u>1,134,262</u>
6. <u>Return of Surplus</u>	<u>300,000</u>	<u>228,450</u>		<u>341,745</u>	<u>140,000</u>	<u>75,306</u>	<u>1,085,501</u>
7. <u>Net Current Surplus/(Deficit)</u>	<u>\$ 35,218</u>	<u>\$ 1,962</u>	<u>\$ (134,658)</u>	<u>\$ 143,873</u>	<u>\$ 1,598</u>	<u>\$ 768</u>	<u>\$ 48,761</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2009
DECEMBER 31, 2025
(UNAUDITED)

	Coverages and Other Accounts					Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	
1. <u>Underwriting Income</u>						
Regular Contributions (earned)	\$ 345,716	\$ 265,544	\$ 793,798	\$ 765,740	\$ 1,213,457	\$ 3,874,501
Supplemental Contributions					282	282
Other Income (except investments)						
Total Income	<u>345,716</u>	<u>265,544</u>	<u>793,798</u>	<u>765,740</u>	<u>1,213,739</u>	<u>3,874,783</u>
2. <u>Incurred Liabilities</u>						
Claims (limited incurred)	57,131	75,805	1,219,308	934,894	1,049,007	2,287,138
Expenses						1,404,537
Total Liabilities	<u>57,131</u>	<u>75,805</u>	<u>1,219,308</u>	<u>934,894</u>	<u>1,049,007</u>	<u>3,691,675</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>288,585</u>	<u>189,739</u>	<u>(425,510)</u>	<u>(169,154)</u>	<u>164,732</u>	<u>183,108</u>
4. <u>Adjustments</u>						
Investment Income	58,458	40,949	25,633	34,640	31,601	206,033
Transfers						
Total Adjustments	<u>58,458</u>	<u>40,949</u>	<u>25,633</u>	<u>34,640</u>	<u>31,601</u>	<u>206,033</u>
5. Gross Operating Surplus/(Deficit)	<u>347,043</u>	<u>230,688</u>	<u>(399,877)</u>	<u>(134,514)</u>	<u>196,333</u>	<u>389,141</u>
6. Return of Surplus	<u>88,600</u>				<u>120,000</u>	<u>348,600</u>
7. Net Current Surplus/(Deficit)	<u>\$ 258,443</u>	<u>\$ 230,688</u>	<u>\$ (399,877)</u>	<u>\$ (134,514)</u>	<u>\$ 76,333</u>	<u>\$ 40,541</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2010
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts						Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>							
Regular Contributions (earned)	\$ 350,598	\$ 266,013	\$ 797,212	\$ 772,795	\$ 1,242,961	\$ 450,000	\$ 3,879,579
Supplemental Contributions							
Other Income (except investments)							
Total Income	<u>350,598</u>	<u>266,013</u>	<u>797,212</u>	<u>772,795</u>	<u>1,242,961</u>	<u>450,000</u>	<u>3,879,579</u>
2. <u>Incurring Liabilities</u>							
Claims (limited incurred)	102,512	427,166	143,200	25,000	1,083,896	363,654	697,878
Expenses							
Total Liabilities	<u>102,512</u>	<u>427,166</u>	<u>143,200</u>	<u>25,000</u>	<u>1,083,896</u>	<u>363,654</u>	<u>2,145,428</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>248,086</u>	<u>(161,153)</u>	<u>654,012</u>	<u>747,795</u>	<u>159,065</u>	<u>86,346</u>	<u>1,734,151</u>
4. <u>Adjustments</u>							
Investment Income	23,120	2,131	65,756	60,105	13,917	9,011	174,040
Transfers							
Total Adjustments	<u>23,120</u>	<u>2,131</u>	<u>65,756</u>	<u>60,105</u>	<u>13,917</u>	<u>9,011</u>	<u>174,040</u>
5. <u>Gross Operating Surplus/(Deficit)</u>	<u>271,206</u>	<u>(159,022)</u>	<u>719,768</u>	<u>807,900</u>	<u>172,982</u>	<u>95,357</u>	<u>1,908,191</u>
6. <u>Return of Surplus</u>	<u>300,000</u>		<u>600,000</u>	<u>727,566</u>	<u>172,526</u>	<u>94,817</u>	<u>1,894,909</u>
7. <u>Net Current Surplus/(Deficit)</u>	<u>\$ (28,794)</u>	<u>\$ (159,022)</u>	<u>\$ 119,768</u>	<u>\$ 80,334</u>	<u>\$ 456</u>	<u>\$ 540</u>	<u>\$ 13,282</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2011
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts						Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>							
Regular Contributions (earned)	\$ 338,115	\$ 265,711	\$ 898,656	\$ 757,002	\$ 1,191,903	\$ 450,000	\$ 3,901,387
Supplemental Contributions							
Other Income (except investments)					1,212		1,212
Total Income	<u>338,115</u>	<u>265,711</u>	<u>898,656</u>	<u>757,002</u>	<u>1,193,115</u>	<u>450,000</u>	<u>3,902,599</u>
2. <u>Incurred Liabilities</u>							
Claims (limited incurred)	51,694	27,022	244,631	146,988	1,104,693	366,063	470,335
Expenses							
Total Liabilities	<u>51,694</u>	<u>27,022</u>	<u>244,631</u>	<u>146,988</u>	<u>1,104,693</u>	<u>366,063</u>	<u>1,470,756</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>286,421</u>	<u>238,689</u>	<u>654,025</u>	<u>610,014</u>	<u>88,422</u>	<u>83,937</u>	<u>1,961,508</u>
4. <u>Adjustments</u>							
Investment Income	43,374	38,199	93,484	126,645	21,258	12,477	335,437
Transfers							
Total Adjustments	<u>43,374</u>	<u>38,199</u>	<u>93,484</u>	<u>126,645</u>	<u>21,258</u>	<u>12,477</u>	<u>335,437</u>
5. <u>Gross Operating Surplus/(Deficit)</u>	<u>329,795</u>	<u>276,888</u>	<u>747,509</u>	<u>736,659</u>	<u>109,680</u>	<u>96,414</u>	<u>2,296,945</u>
6. <u>Return of Surplus</u>	<u>320,000</u>	<u>260,000</u>	<u>665,000</u>	<u>545,000</u>	<u>105,000</u>	<u>95,000</u>	<u>1,990,000</u>
7. <u>Net Current Surplus/(Deficit)</u>	<u>\$ 9,795</u>	<u>\$ 16,888</u>	<u>\$ 82,509</u>	<u>\$ 191,659</u>	<u>\$ 4,680</u>	<u>\$ 1,414</u>	<u>\$ 306,945</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2012
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	Contingency	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>								
Regular Contributions (earned)	\$ 348,094	\$ 262,532	\$ 941,694	\$ 710,871	\$ 13,746	\$ 1,177,538	\$ 441,821	\$ 3,896,296
Supplemental Contributions								
Other Income (except investments)								
Total Income	<u>348,094</u>	<u>262,532</u>	<u>941,694</u>	<u>710,871</u>	<u>13,746</u>	<u>1,177,538</u>	<u>441,821</u>	<u>3,896,296</u>
2. <u>Incurred Liabilities</u>								
Claims (limited incurred)	173,582	89,501	433,378	191,101		1,125,850	347,971	887,562
Expenses						1,125,850	347,971	1,473,821
Total Liabilities	<u>173,582</u>	<u>89,501</u>	<u>433,378</u>	<u>191,101</u>		<u>1,125,850</u>	<u>347,971</u>	<u>2,361,383</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>174,512</u>	<u>173,031</u>	<u>508,316</u>	<u>519,770</u>	<u>13,746</u>	<u>51,688</u>	<u>93,850</u>	<u>1,534,913</u>
4. <u>Adjustments</u>								
Investment Income	47,967	24,917	80,852	102,475	1,535	11,327	10,344	279,417
Transfers								
Total Adjustments	<u>47,967</u>	<u>24,917</u>	<u>80,852</u>	<u>102,475</u>	<u>1,535</u>	<u>11,327</u>	<u>10,344</u>	<u>279,417</u>
5. Gross Operating Surplus/(Deficit)	<u>222,479</u>	<u>197,948</u>	<u>589,168</u>	<u>622,245</u>	<u>15,281</u>	<u>63,015</u>	<u>104,194</u>	<u>1,814,330</u>
6. Return of Surplus	<u>147,363</u>	<u>150,000</u>	<u>575,000</u>	<u>575,000</u>	<u>10,000</u>	<u>50,000</u>	<u>100,000</u>	<u>1,607,363</u>
7. Net Current Surplus/(Deficit)	<u>\$ 75,116</u>	<u>\$ 47,948</u>	<u>\$ 14,168</u>	<u>\$ 47,245</u>	<u>\$ 5,281</u>	<u>\$ 13,015</u>	<u>\$ 4,194</u>	<u>\$ 206,967</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2013
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts						Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	Contingency	General and Administrative	
1. <u>Underwriting Income</u>							
Regular Contributions (earned)	\$ 381,778	\$ 291,639	\$ 1,039,129	\$ 716,760	\$ 14,616	\$ 1,316,445	\$ 375,838
Supplemental Contributions							
Other Income (except investments)							
Total Income	<u>381,778</u>	<u>291,639</u>	<u>1,039,129</u>	<u>716,760</u>	<u>14,616</u>	<u>1,316,445</u>	<u>375,838</u>
2. <u>Incurred Liabilities</u>							
Claims (limited incurred)	121,299	451,388	1,072,938	428,931		961,829	366,830
Expenses							
Total Liabilities	<u>121,299</u>	<u>451,388</u>	<u>1,072,938</u>	<u>428,931</u>		<u>961,829</u>	<u>366,830</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>260,479</u>	<u>(159,749)</u>	<u>(33,809)</u>	<u>287,829</u>	<u>14,616</u>	<u>354,616</u>	<u>9,008</u>
4. <u>Adjustments</u>							
Investment Income	61,418	2,406	14,298	115,196	2,171	61,461	1,537
Transfers							
Total Adjustments	<u>61,418</u>	<u>2,406</u>	<u>14,298</u>	<u>115,196</u>	<u>2,171</u>	<u>61,461</u>	<u>1,537</u>
5. Gross Operating Surplus/(Deficit)	<u>321,897</u>	<u>(157,343)</u>	<u>(19,511)</u>	<u>403,025</u>	<u>16,787</u>	<u>416,077</u>	<u>10,545</u>
6. Return of Surplus						<u>275,000</u>	
7. Net Current Surplus/(Deficit)	<u>\$ 321,897</u>	<u>\$ (157,343)</u>	<u>\$ (19,511)</u>	<u>\$ 403,025</u>	<u>\$ 16,787</u>	<u>\$ 141,077</u>	<u>\$ 10,545</u>
							<u>\$ 716,477</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2014
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	Contingency	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>								
Regular Contributions (earned)	\$ 391,218	\$ 290,120	\$ 1,106,319	\$ 704,452	\$ 14,569	\$ 1,288,227	\$ 410,627	\$ 4,205,532
Supplemental Contributions								
Other Income (except investments)								
Total Income	391,218	290,120	1,106,319	704,452	14,569	1,288,227	410,627	4,205,532
2. <u>Incurred Liabilities</u>								
Claims (limited incurred)	21,524	336,645	444,072			1,055,162	391,568	802,241
Expenses	21,524	336,645	444,072			1,055,162	391,568	1,446,730
Total Liabilities	369,694	(46,525)	662,247	704,452	14,569	233,065	19,059	1,956,561
3. <u>Underwriting Surplus/(Deficit)</u>								
4. <u>Adjustments</u>								
Investment Income	61,989	22,573	169,399	112,847	2,276	39,669	3,025	411,778
Transfers								
Total Adjustments	61,989	22,573	169,399	112,847	2,276	39,669	3,025	411,778
5. <u>Gross Operating Surplus/(Deficit)</u>	431,683	(23,952)	831,646	817,299	16,845	272,734	22,084	2,368,339
6. <u>Return of Surplus</u>								
7. <u>Net Current Surplus/(Deficit)</u>	\$ 431,683	\$ (23,952)	\$ 831,646	\$ 817,299	\$ 16,845	\$ 272,734	\$ 22,084	\$ 2,368,339

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2015
DECEMBER 31, 2025
(UNAUDITED)

	Coverages and Other Accounts							Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	Contingency	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>								
Regular Contributions (earned)	\$ 396,452	\$ 292,691	\$ 1,120,147	\$ 713,007	\$ 14,569	\$ 1,218,118	\$ 525,000	\$ 4,279,984
Supplemental Contributions								
Other Income (except investments)								
Total Income	<u>396,452</u>	<u>292,691</u>	<u>1,120,147</u>	<u>713,007</u>	<u>14,569</u>	<u>1,218,118</u>	<u>525,000</u>	<u>4,279,984</u>
2. <u>Incurred Liabilities</u>								
Claims (limited incurred)	28,426	203,551	78,056			1,061,789	535,022	310,033
Expenses						1,061,789	535,022	1,596,811
Total Liabilities	<u>28,426</u>	<u>203,551</u>	<u>78,056</u>			<u>1,061,789</u>	<u>535,022</u>	<u>1,906,844</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>368,026</u>	<u>89,140</u>	<u>1,042,091</u>	<u>713,007</u>	<u>14,569</u>	<u>156,329</u>	<u>(10,022)</u>	<u>2,373,140</u>
4. <u>Adjustments</u>								
Investment Income	57,571	39,555	158,544	108,747	2,210	23,652	(330)	389,949
Transfers								
Total Adjustments	<u>57,571</u>	<u>39,555</u>	<u>158,544</u>	<u>108,747</u>	<u>2,210</u>	<u>23,652</u>	<u>(330)</u>	<u>389,949</u>
5. <u>Gross Operating Surplus/(Deficit)</u>	<u>425,597</u>	<u>128,695</u>	<u>1,200,635</u>	<u>821,754</u>	<u>16,779</u>	<u>179,981</u>	<u>(10,352)</u>	<u>2,763,089</u>
6. <u>Return of Surplus</u>								
7. <u>Net Current Surplus/(Deficit)</u>	<u>\$ 425,597</u>	<u>\$ 128,695</u>	<u>\$ 1,200,635</u>	<u>\$ 821,754</u>	<u>\$ 16,779</u>	<u>\$ 179,981</u>	<u>\$ (10,352)</u>	<u>\$ 2,763,089</u>

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2016
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	Contingency	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>								
Regular Contributions (earned)	\$ 385,675	\$ 336,967	\$ 1,135,151	\$ 648,372	\$ 14,569	\$ 1,218,566	\$ 530,235	\$ 4,269,535
Supplemental Contributions								
Other Income (except investments)								
Total Income	<u>385,675</u>	<u>336,967</u>	<u>1,135,151</u>	<u>648,372</u>	<u>14,569</u>	<u>1,218,566</u>	<u>530,235</u>	<u>4,269,535</u>
2. <u>Incurred Liabilities</u>								
Claims (limited incurred)	231,252	244,601	1,003,147	480,913		1,137,783	542,696	1,959,913
Expenses								
Total Liabilities	<u>231,252</u>	<u>244,601</u>	<u>1,003,147</u>	<u>480,913</u>		<u>1,137,783</u>	<u>542,696</u>	<u>3,640,392</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>154,423</u>	<u>92,366</u>	<u>132,004</u>	<u>167,459</u>	<u>14,569</u>	<u>80,783</u>	<u>(12,461)</u>	<u>629,143</u>
4. <u>Adjustments</u>								
Investment Income	49,156	36,906	114,472	90,160	2,077	11,626		304,397
Transfers								
Total Adjustments	<u>49,156</u>	<u>36,906</u>	<u>114,472</u>	<u>90,160</u>	<u>2,077</u>	<u>11,626</u>		<u>304,397</u>
5. Gross Operating Surplus/(Deficit)	<u>203,579</u>	<u>129,272</u>	<u>246,476</u>	<u>257,619</u>	<u>16,646</u>	<u>92,409</u>	<u>(12,461)</u>	<u>933,540</u>
6. Return of Surplus								
7. Net Current Surplus/(Deficit)	<u>\$ 203,579</u>	<u>\$ 129,272</u>	<u>\$ 246,476</u>	<u>\$ 257,619</u>	<u>\$ 16,646</u>	<u>\$ 92,409</u>	<u>\$ (12,461)</u>	<u>\$ 933,540</u>

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2017
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	Contingency	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>								
Regular Contributions (earned)	\$ 345,289	\$ 380,339	\$ 1,142,185	\$ 659,232	\$ 14,569	\$ 1,252,223	\$ 557,218	\$ 4,351,055
Supplemental Contributions								
Other Income (except investments)								
Total Income	345,289	380,339	1,142,185	659,232	14,569	1,252,223	557,218	4,351,055
2. <u>Incurred Liabilities</u>								
Claims (limited incurred)	64,866	141,937	76,518	76,201		1,136,997	541,069	359,522
Expenses						1,136,997	541,069	1,678,066
Total Liabilities	64,866	141,937	76,518	76,201		1,136,997	541,069	2,037,588
3. <u>Underwriting Surplus/(Deficit)</u>	280,423	238,402	1,065,667	583,031	14,569	115,226	16,149	2,313,467
4. <u>Adjustments</u>								
Investment Income	40,873	47,112	151,725	91,275	1,413	18,302	1,990	352,690
Transfers								
Total Adjustments	40,873	47,112	151,725	91,275	1,413	18,302	1,990	352,690
5. Gross Operating Surplus/(Deficit)	321,296	285,514	1,217,392	674,306	15,982	133,528	18,139	2,666,157
6. Return of Surplus								
7. Net Current Surplus/(Deficit)	\$ 321,296	\$ 285,514	\$ 1,217,392	\$ 674,306	\$ 15,982	\$ 133,528	\$ 18,139	\$ 2,666,157

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2018
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	Contingency	General and Administrative	Reinsurance	
1. <u>Underwriting Income</u>								
Regular Contributions (earned)	\$ 301,540	\$ 356,405	\$ 1,044,818	\$ 630,898	\$ 14,860	\$ 1,287,412	\$ 549,967	\$ 4,185,900
Supplemental Contributions								
Other Income (except investments)								
Total Income	301,540	356,405	1,044,818	630,898	14,860	1,287,412	549,967	4,185,900
2. <u>Incurred Liabilities</u>								
Claims (limited incurred)	300,644	101,614	254,170	38,101		1,198,351	545,135	694,529
Expenses						1,198,351	545,135	1,743,486
Total Liabilities	300,644	101,614	254,170	38,101		1,198,351	545,135	2,438,015
3. <u>Underwriting Surplus/(Deficit)</u>	896	254,791	790,648	592,797	14,860	89,061	4,832	1,747,885
4. <u>Adjustments</u>								
Investment Income	26,012	40,870	126,644	83,633	1,786	16,187	3,147	298,279
Transfers								
Total Adjustments	26,012	40,870	126,644	83,633	1,786	16,187	3,147	298,279
5. Gross Operating Surplus/(Deficit)	26,908	295,661	917,292	676,430	16,646	105,248	7,979	2,046,164
6. Return of Surplus								
7. Net Current Surplus/(Deficit)	\$ 26,908	\$ 295,661	\$ 917,292	\$ 676,430	\$ 16,646	\$ 105,248	\$ 7,979	\$ 2,046,164

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2019
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total		
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	Contingency	General and Administrative		Reinsurance	
1. <u>Underwriting Income</u>										
Regular Contributions (earned)	\$ 443,810	\$ 256,950	\$ 186,858	\$ 233,591	\$ 1,214,639	\$ 29,002	\$ 1,411,578	\$ 546,830	\$ 4,323,258	
Supplemental Contributions										
Other Income (except investments)										
Total Income	<u>443,810</u>	<u>256,950</u>	<u>186,858</u>	<u>233,591</u>	<u>1,214,639</u>	<u>29,002</u>	<u>1,411,578</u>	<u>546,830</u>	<u>4,323,258</u>	
2. <u>Incurred Liabilities</u>										
Claims (limited incurred)	258,833	534,793	35,869	228,866			1,227,785	538,954	1,058,361	
Expenses									1,766,739	
Total Liabilities	<u>258,833</u>	<u>534,793</u>	<u>35,869</u>	<u>228,866</u>			<u>1,227,785</u>	<u>538,954</u>	<u>2,825,100</u>	
3. <u>Underwriting Surplus/(Deficit)</u>	<u>184,977</u>	<u>(277,843)</u>	<u>150,989</u>	<u>4,725</u>	<u>1,214,639</u>	<u>29,002</u>	<u>183,793</u>	<u>7,876</u>	<u>1,498,158</u>	
4. <u>Adjustments</u>										
Investment Income	44,382	22,868	19,884	15,819	137,641	2,777	28,913	805	273,089	
Transfers										
Total Adjustments	<u>44,382</u>	<u>22,868</u>	<u>19,884</u>	<u>15,819</u>	<u>137,641</u>	<u>2,777</u>	<u>28,913</u>	<u>805</u>	<u>273,089</u>	
5. <u>Gross Operating Surplus/(Deficit)</u>	<u>229,359</u>	<u>(254,975)</u>	<u>170,873</u>	<u>20,544</u>	<u>1,352,280</u>	<u>31,779</u>	<u>212,706</u>	<u>8,681</u>	<u>1,771,247</u>	
6. <u>Return of Surplus</u>										
7. <u>Net Current Surplus/(Deficit)</u>	<u>\$ 229,359</u>	<u>\$ (254,975)</u>	<u>\$ 170,873</u>	<u>\$ 20,544</u>	<u>\$ 1,352,280</u>	<u>\$ 31,779</u>	<u>\$ 212,706</u>	<u>\$ 8,681</u>	<u>\$ 1,771,247</u>	

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2020
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total		
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	Contingency	General and Administrative		Reinsurance	
1. <u>Underwriting Income</u>										
Regular Contributions (earned)	\$ 417,402	\$ 248,180	\$ 169,212	\$ 224,849	\$ 1,195,901	\$ 29,002	\$ 1,520,314	\$ 508,143	\$ 4,313,003	
Supplemental Contributions										
Other Income (except investments)										
Total Income	<u>417,402</u>	<u>248,180</u>	<u>169,212</u>	<u>224,849</u>	<u>1,195,901</u>	<u>29,002</u>	<u>1,520,314</u>	<u>508,143</u>	<u>4,313,003</u>	
2. <u>Incurred Liabilities</u>										
Claims (limited incurred)	194,595	72,069	825	1,096	1,302,644		1,309,188	498,536	1,571,229	
Expenses									1,807,724	
Total Liabilities	<u>194,595</u>	<u>72,069</u>	<u>825</u>	<u>1,096</u>	<u>1,302,644</u>		<u>1,309,188</u>	<u>498,536</u>	<u>3,378,953</u>	
3. <u>Underwriting Surplus/(Deficit)</u>	<u>222,807</u>	<u>176,111</u>	<u>168,387</u>	<u>223,753</u>	<u>(106,743)</u>	<u>29,002</u>	<u>211,126</u>	<u>9,607</u>	<u>934,050</u>	
4. <u>Adjustments</u>										
Investment Income	28,084	19,939	15,193	20,187	96,353	2,416	23,860	992	207,024	
Transfers										
Total Adjustments	<u>28,084</u>	<u>19,939</u>	<u>15,193</u>	<u>20,187</u>	<u>96,353</u>	<u>2,416</u>	<u>23,860</u>	<u>992</u>	<u>207,024</u>	
5. Gross Operating Surplus/(Deficit)	<u>250,891</u>	<u>196,050</u>	<u>183,580</u>	<u>243,940</u>	<u>(10,390)</u>	<u>31,418</u>	<u>234,986</u>	<u>10,599</u>	<u>1,141,074</u>	
6. Return of Surplus										
7. Net Current Surplus/(Deficit)	<u>\$ 250,891</u>	<u>\$ 196,050</u>	<u>\$ 183,580</u>	<u>\$ 243,940</u>	<u>\$ (10,390)</u>	<u>\$ 31,418</u>	<u>\$ 234,986</u>	<u>\$ 10,599</u>	<u>\$ 1,141,074</u>	

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2021
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total		
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	Contingency	General and Administrative		Reinsurance	
1. <u>Underwriting Income</u>										
Regular Contributions (earned)	\$ 418,373	\$ 236,857	\$ 159,379	\$ 214,719	\$ 1,184,281	\$ 29,002	\$ 1,567,341	\$ 508,143	\$ 4,318,095	
Supplemental Contributions										
Other Income (except investments)										
Total Income	<u>418,373</u>	<u>236,857</u>	<u>159,379</u>	<u>214,719</u>	<u>1,184,281</u>	<u>29,002</u>	<u>1,567,341</u>	<u>508,143</u>	<u>4,318,095</u>	
2. <u>Incurred Liabilities</u>										
Claims (limited incurred)	622,909	300,920	5,215	122,165	1,256,764		1,359,688	498,536	2,307,973	
Expenses									1,858,224	
Total Liabilities	<u>622,909</u>	<u>300,920</u>	<u>5,215</u>	<u>122,165</u>	<u>1,256,764</u>		<u>1,359,688</u>	<u>498,536</u>	<u>4,166,197</u>	
3. <u>Underwriting Surplus/(Deficit)</u>	<u>(204,536)</u>	<u>(64,063)</u>	<u>154,164</u>	<u>92,554</u>	<u>(72,483)</u>	<u>29,002</u>	<u>207,653</u>	<u>9,607</u>	<u>151,898</u>	
4. <u>Adjustments</u>										
Investment Income	28,664	12,073	12,951	9,624	64,613	2,473	14,180	(845)	143,733	
Transfers										
Total Adjustments	<u>28,664</u>	<u>12,073</u>	<u>12,951</u>	<u>9,624</u>	<u>64,613</u>	<u>2,473</u>	<u>14,180</u>	<u>(845)</u>	<u>143,733</u>	
5. Gross Operating Surplus/(Deficit)	<u>(175,872)</u>	<u>(51,990)</u>	<u>167,115</u>	<u>102,178</u>	<u>(7,870)</u>	<u>31,475</u>	<u>221,833</u>	<u>8,762</u>	<u>295,631</u>	
6. Return of Surplus										
7. Net Current Surplus/(Deficit)	<u>\$ (175,872)</u>	<u>\$ (51,990)</u>	<u>\$ 167,115</u>	<u>\$ 102,178</u>	<u>\$ (7,870)</u>	<u>\$ 31,475</u>	<u>\$ 221,833</u>	<u>\$ 8,762</u>	<u>\$ 295,631</u>	

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2022
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total	
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	Contingency	General and Administrative		Reinsurance
1. <u>Underwriting Income</u>									
Regular Contributions (earned)	\$ 421,233	\$ 232,249	\$ 154,831	\$ 216,310	\$ 1,217,283	\$ 21,244	\$ 1,600,172	\$ 546,332	\$ 4,409,654
Supplemental Contributions									
Other Income (except investments)									
Total Income	<u>421,233</u>	<u>232,249</u>	<u>154,831</u>	<u>216,310</u>	<u>1,217,283</u>	<u>21,244</u>	<u>1,600,172</u>	<u>546,332</u>	<u>4,409,654</u>
2. <u>Incurred Liabilities</u>									
Claims (limited incurred)	1,313,992	120,131	20,634	168,984	120,423				1,744,164
Expenses							1,380,052	542,067	1,922,119
Total Liabilities	<u>1,313,992</u>	<u>120,131</u>	<u>20,634</u>	<u>168,984</u>	<u>120,423</u>		<u>1,380,052</u>	<u>542,067</u>	<u>3,666,283</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>(892,759)</u>	<u>112,118</u>	<u>134,197</u>	<u>47,326</u>	<u>1,096,860</u>	<u>21,244</u>	<u>220,120</u>	<u>4,265</u>	<u>743,371</u>
4. <u>Adjustments</u>									
Investment Income	28,314	24,159	17,018	21,600	133,771	2,845	7,302	(11,553)	223,456
Transfers									
Total Adjustments	<u>28,314</u>	<u>24,159</u>	<u>17,018</u>	<u>21,600</u>	<u>133,771</u>	<u>2,845</u>	<u>7,302</u>	<u>(11,553)</u>	<u>223,456</u>
5. <u>Gross Operating Surplus/(Deficit)</u>	<u>(864,445)</u>	<u>136,277</u>	<u>151,215</u>	<u>68,926</u>	<u>1,230,631</u>	<u>24,089</u>	<u>227,422</u>	<u>(7,288)</u>	<u>966,827</u>
6. <u>Return of Surplus</u>									
7. <u>Net Current Surplus/(Deficit)</u>	<u>\$ (864,445)</u>	<u>\$ 136,277</u>	<u>\$ 151,215</u>	<u>\$ 68,926</u>	<u>\$ 1,230,631</u>	<u>\$ 24,089</u>	<u>\$ 227,422</u>	<u>\$ (7,288)</u>	<u>\$ 966,827</u>

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2023
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total	
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	Contingency	General and Administrative		Reinsurance
1. <u>Underwriting Income</u>									
Regular Contributions (earned)	\$ 425,247	\$ 233,201	\$ 153,180	\$ 221,769	\$ 1,252,879	\$ 21,239	\$ 1,588,962	\$ 548,464	\$ 4,444,941
Supplemental Contributions									
Other Income (except investments)									
Total Income	<u>425,247</u>	<u>233,201</u>	<u>153,180</u>	<u>221,769</u>	<u>1,252,879</u>	<u>21,239</u>	<u>1,588,962</u>	<u>548,464</u>	<u>4,444,941</u>
2. <u>Incurred Liabilities</u>									
Claims (limited incurred)	380,891	254,453	62,874	196,127	514,253		1,411,411	541,966	1,408,598
Expenses									1,953,377
Total Liabilities	<u>380,891</u>	<u>254,453</u>	<u>62,874</u>	<u>196,127</u>	<u>514,253</u>		<u>1,411,411</u>	<u>541,966</u>	<u>3,361,975</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>44,356</u>	<u>(21,252)</u>	<u>90,306</u>	<u>25,642</u>	<u>738,626</u>	<u>21,239</u>	<u>177,551</u>	<u>6,498</u>	<u>1,082,966</u>
4. <u>Adjustments</u>									
Investment Income	48,037	24,099	18,133	23,736	148,277	1,873	34,507	2,636	301,298
Transfers									
Total Adjustments	<u>48,037</u>	<u>24,099</u>	<u>18,133</u>	<u>23,736</u>	<u>148,277</u>	<u>1,873</u>	<u>34,507</u>	<u>2,636</u>	<u>301,298</u>
5. Gross Operating Surplus/(Deficit)	<u>92,393</u>	<u>2,847</u>	<u>108,439</u>	<u>49,378</u>	<u>886,903</u>	<u>23,112</u>	<u>212,058</u>	<u>9,134</u>	<u>1,384,264</u>
6. Return of Surplus									
7. Net Current Surplus/(Deficit)	<u>\$ 92,393</u>	<u>\$ 2,847</u>	<u>\$ 108,439</u>	<u>\$ 49,378</u>	<u>\$ 886,903</u>	<u>\$ 23,112</u>	<u>\$ 212,058</u>	<u>\$ 9,134</u>	<u>\$ 1,384,264</u>

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2024
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total	
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	Contingency	General and Administrative		Reinsurance
1. <u>Underwriting Income</u>									
Regular Contributions (earned)	\$ 471,826	\$ 255,789	\$ 161,408	\$ 238,394	\$ 1,355,925	\$ 21,739	\$ 1,756,133	\$ 610,866	\$ 4,872,080
Supplemental Contributions									
Other Income (except investments)									
Total Income	<u>471,826</u>	<u>255,789</u>	<u>161,408</u>	<u>238,394</u>	<u>1,355,925</u>	<u>21,739</u>	<u>1,756,133</u>	<u>610,866</u>	<u>4,872,080</u>
2. <u>Incurred Liabilities</u>									
Claims (limited incurred)	475,976	474,000	162,828	238,530	1,151,893		1,536,270	590,042	2,503,227
Expenses									2,126,312
Total Liabilities	<u>475,976</u>	<u>474,000</u>	<u>162,828</u>	<u>238,530</u>	<u>1,151,893</u>		<u>1,536,270</u>	<u>590,042</u>	<u>4,629,539</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>(4,150)</u>	<u>(218,211)</u>	<u>(1,420)</u>	<u>(136)</u>	<u>204,032</u>	<u>21,739</u>	<u>219,863</u>	<u>20,824</u>	<u>242,541</u>
4. <u>Adjustments</u>									
Investment Income	35,098	17,924	12,048	17,317	101,243	1,124	33,490	1,358	219,602
Transfers									
Total Adjustments	<u>35,098</u>	<u>17,924</u>	<u>12,048</u>	<u>17,317</u>	<u>101,243</u>	<u>1,124</u>	<u>33,490</u>	<u>1,358</u>	<u>219,602</u>
5. Gross Operating Surplus/(Deficit)	<u>30,948</u>	<u>(200,287)</u>	<u>10,628</u>	<u>17,181</u>	<u>305,275</u>	<u>22,863</u>	<u>253,353</u>	<u>22,182</u>	<u>462,143</u>
6. Return of Surplus									
7. Net Current Surplus/(Deficit)	<u>\$ 30,948</u>	<u>\$ (200,287)</u>	<u>\$ 10,628</u>	<u>\$ 17,181</u>	<u>\$ 305,275</u>	<u>\$ 22,863</u>	<u>\$ 253,353</u>	<u>\$ 22,182</u>	<u>\$ 462,143</u>

Schedule D

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
 FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
 FUND YEAR - 2025
 DECEMBER 31, 2025
 (UNAUDITED)

	Coverages and Other Accounts							Total	
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	Contingency	General and Administrative		Reinsurance
1. <u>Underwriting Income</u>									
Regular Contributions (earned)	\$ 499,499	\$ 259,740	\$ 159,840	\$ 244,756	\$ 1,333,666	\$ 24,439	\$ 1,895,593	\$ 550,209	\$ 4,967,742
Supplemental Contributions									
Other Income (except investments)									
Total Income	<u>499,499</u>	<u>259,740</u>	<u>159,840</u>	<u>244,756</u>	<u>1,333,666</u>	<u>24,439</u>	<u>1,895,593</u>	<u>550,209</u>	<u>4,967,742</u>
2. <u>Incurred Liabilities</u>									
Claims (limited incurred)	742,000	262,282	161,404	249,113	1,109,103		1,602,181	545,400	2,523,902
Expenses									2,147,581
Total Liabilities	<u>742,000</u>	<u>262,282</u>	<u>161,404</u>	<u>249,113</u>	<u>1,109,103</u>		<u>1,602,181</u>	<u>545,400</u>	<u>4,671,483</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>(242,501)</u>	<u>(2,542)</u>	<u>(1,564)</u>	<u>(4,357)</u>	<u>224,563</u>	<u>24,439</u>	<u>293,412</u>	<u>4,809</u>	<u>296,259</u>
4. <u>Adjustments</u>									
Investment Income	14,187	7,100	4,382	6,622	36,552		88,055		156,898
Transfers									
Total Adjustments	<u>14,187</u>	<u>7,100</u>	<u>4,382</u>	<u>6,622</u>	<u>36,552</u>		<u>88,055</u>		<u>156,898</u>
5. Gross Operating Surplus/(Deficit)	<u>(228,314)</u>	<u>4,558</u>	<u>2,818</u>	<u>2,265</u>	<u>261,115</u>	<u>24,439</u>	<u>381,467</u>	<u>4,809</u>	<u>453,157</u>
6. Return of Surplus									
7. Net Current Surplus/(Deficit)	<u>\$ (228,314)</u>	<u>\$ 4,558</u>	<u>\$ 2,818</u>	<u>\$ 2,265</u>	<u>\$ 261,115</u>	<u>\$ 24,439</u>	<u>\$ 381,467</u>	<u>\$ 4,809</u>	<u>\$ 453,157</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1995
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 38,444	\$ 514,290	\$ 152,175	\$ 75,833	\$ 780,742
Case Reserves					
IBNR Reserve					
Subtotal	<u>38,444</u>	<u>514,290</u>	<u>152,175</u>	<u>75,833</u>	<u>780,742</u>
Excess Insurance					
Received	296	1,020			1,316
Receivable					
Recoverable					
Subtotal	<u>296</u>	<u>1,020</u>			<u>1,316</u>
Incurred Claims	<u>38,148</u>	<u>513,270</u>	<u>152,175</u>	<u>75,833</u>	<u>\$ 779,426</u>
Number of Claims	7	2	15	6	
Cost/Claim	<u>\$ 5,450</u>	<u>\$ 256,635</u>	<u>\$ 10,145</u>	<u>\$ 12,639</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1996
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 70,724	\$ 56,569	\$ 305,853	\$ 26,658	\$ 459,804
Case Reserves					
IBNR Reserve					
Subtotal	<u>70,724</u>	<u>56,569</u>	<u>305,853</u>	<u>26,658</u>	<u>459,804</u>
Excess Insurance					
Received				500	500
Receivable					
Recoverable					
Subtotal				<u>500</u>	<u>500</u>
Incurred Claims	<u>70,724</u>	<u>56,569</u>	<u>305,853</u>	<u>26,158</u>	<u>\$ 459,304</u>
Number of Claims	18	7	30	5	
Cost/Claim	<u>\$ 3,929</u>	<u>\$ 8,081</u>	<u>\$ 10,195</u>	<u>\$ 5,232</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1997
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 21,193	\$ 221,933	\$ 662,733	\$ 691,418	\$ 1,597,277
Case Reserves					
IBNR Reserve					
Subtotal	<u>21,193</u>	<u>221,933</u>	<u>662,733</u>	<u>691,418</u>	<u>1,597,277</u>
Excess Insurance					
Received				784,477	784,477
Receivable					
Recoverable					
Subtotal				<u>784,477</u>	<u>784,477</u>
Incurred Claims	<u>21,193</u>	<u>221,933</u>	<u>662,733</u>	<u>(93,059)</u>	<u>\$ 812,800</u>
Number of Claims	16	2	25	7	
Cost/Claim	<u>\$ 1,325</u>	<u>\$ 110,967</u>	<u>\$ 26,509</u>	<u>\$ (13,294)</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1998
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 42,458		\$ 99,600	\$ 24,881	\$ 166,939
Case Reserves					
IBNR Reserve					
Subtotal	<u>42,458</u>		<u>99,600</u>	<u>24,881</u>	<u>166,939</u>
Excess Insurance					
Received				16,780	16,780
Receivable					
Recoverable					
Subtotal				<u>16,780</u>	<u>16,780</u>
Incurred Claims	<u>42,458</u>		<u>99,600</u>	<u>8,101</u>	<u>\$ 150,159</u>
Number of Claims	13	1	18	4	
Cost/Claim	<u>\$ 3,266</u>	<u>\$ -0-</u>	<u>\$ 5,533</u>	<u>\$ 2,025</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1999
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 537,109	\$ 338,011	\$ 1,838,442	\$ 2,175,717	\$ 4,889,279
Case Reserves		83,252	4,144		87,396
IBNR Reserve		22,478	1,119		23,597
Subtotal	<u>537,109</u>	<u>443,741</u>	<u>1,843,705</u>	<u>2,175,717</u>	<u>5,000,272</u>
Excess Insurance					
Received				3,090,186	3,090,186
Receivable					
Recoverable					
Subtotal				<u>3,090,186</u>	<u>3,090,186</u>
Incurred Claims	<u>537,109</u>	<u>443,741</u>	<u>1,843,705</u>	<u>(914,469)</u>	<u>\$ 1,910,086</u>
Number of Claims	12	4	18	2	
Cost/Claim	<u>\$ 44,759</u>	<u>\$ 110,935</u>	<u>\$ 102,428</u>	<u>\$ (457,235)</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2000
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 4,851	\$ 16,406	\$ 6,873		\$ 28,130
Case Reserves					
IBNR Reserve					
Subtotal	<u>4,851</u>	<u>16,406</u>	<u>6,873</u>		<u>28,130</u>
Excess Insurance					
Received		13,388			13,388
Receivable					
Recoverable					
Subtotal		<u>13,388</u>			<u>13,388</u>
Incurred Claims	<u>4,851</u>	<u>3,018</u>	<u>6,873</u>		<u>\$ 14,742</u>
Number of Claims	8	1	9		
Cost/Claim	<u>\$ 606</u>	<u>\$ 3,018</u>	<u>\$ 764</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2001
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 30,933	\$ 6,443	\$ 88,319	\$ 13,894	\$ 139,589
Case Reserves					
IBNR Reserve					
Subtotal	<u>30,933</u>	<u>6,443</u>	<u>88,319</u>	<u>13,894</u>	<u>139,589</u>
Excess Insurance					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>30,933</u>	<u>6,443</u>	<u>88,319</u>	<u>13,894</u>	<u>\$ 139,589</u>
Number of Claims	14	2	17	1	
Cost/Claim	<u>\$ 2,210</u>	<u>\$ 3,222</u>	<u>\$ 5,195</u>	<u>\$ 13,894</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2002
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 175,312	\$ 38,810	\$ 776,912	\$ 528,003	\$ 1,519,037
Case Reserves					
IBNR Reserve					
Subtotal	<u>175,312</u>	<u>38,810</u>	<u>776,912</u>	<u>528,003</u>	<u>1,519,037</u>
Excess Insurance					
Received				16,465	16,465
Receivable					
Recoverable					
Subtotal				<u>16,465</u>	<u>16,465</u>
Incurred Claims	<u>175,312</u>	<u>38,810</u>	<u>776,912</u>	<u>511,538</u>	<u>\$ 1,502,572</u>
Number of Claims	11	5	19	3	
Cost/Claim	<u>\$ 15,937</u>	<u>\$ 7,762</u>	<u>\$ 40,890</u>	<u>\$ 170,513</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2003
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 852,145	\$ 10,947	\$ 36,196		\$ 899,288
Case Reserves	890		1,076		1,966
IBNR Reserve	240		291		531
Subtotal	<u>853,275</u>	<u>10,947</u>	<u>37,563</u>		<u>901,785</u>
Excess Insurance					
Received	253,167				253,167
Receivable					
Recoverable					
Subtotal	<u>253,167</u>				<u>253,167</u>
Incurred Claims	<u>600,108</u>	<u>10,947</u>	<u>37,563</u>		<u>\$ 648,618</u>
Number of Claims	12	5	17		
Cost/Claim	<u>\$ 50,009</u>	<u>\$ 2,189</u>	<u>\$ 2,210</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2004
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 335,270	\$ 467,764	\$ 563,934	\$ 396,802	\$ 1,763,770
Case Reserves					
IBNR Reserve		(5)		5	
Subtotal	<u>335,270</u>	<u>467,759</u>	<u>563,934</u>	<u>396,807</u>	<u>1,763,770</u>
Excess Insurance					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>335,270</u>	<u>467,759</u>	<u>563,934</u>	<u>396,807</u>	<u>\$ 1,763,770</u>
Number of Claims	13	12	28	3	
Cost/Claim	<u>\$ 25,790</u>	<u>\$ 38,980</u>	<u>\$ 20,141</u>	<u>\$ 132,269</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2005
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 160,468	\$ 198,467	\$ 283,917	\$ 180,565	\$ 823,417
Case Reserves			5,017	57,171	62,188
IBNR Reserve			1,354	15,436	16,790
Subtotal	<u>160,468</u>	<u>198,467</u>	<u>290,288</u>	<u>253,172</u>	<u>902,395</u>
Excess Insurance					
Received		3,645			3,645
Receivable					
Recoverable					
Subtotal		<u>3,645</u>			<u>3,645</u>
Incurred Claims	<u>160,468</u>	<u>194,822</u>	<u>290,288</u>	<u>253,172</u>	<u>\$ 898,750</u>
Number of Claims	13	11	28	4	
Cost/Claim	<u>\$ 12,344</u>	<u>\$ 17,711</u>	<u>\$ 10,367</u>	<u>\$ 63,293</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2006
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 12,995	\$ 115,392	\$ 2,678,257	\$ 390,714	\$ 3,197,358
Case Reserves	970,000		44,874	13,012	1,027,886
IBNR Reserve	261,900		12,116	3,513	277,529
Subtotal	<u>1,244,895</u>	<u>115,392</u>	<u>2,735,247</u>	<u>407,239</u>	<u>4,502,773</u>
Excess Insurance					
Received		29	573,017	406,589	979,635
Receivable					
Recoverable					
Subtotal		<u>29</u>	<u>573,017</u>	<u>406,589</u>	<u>979,635</u>
Incurred Claims	<u>1,244,895</u>	<u>115,363</u>	<u>2,162,230</u>	<u>650</u>	<u>\$ 3,523,138</u>
Number of Claims	10	24	35	1	
Cost/Claim	<u>\$ 124,490</u>	<u>\$ 4,807</u>	<u>\$ 61,778</u>	<u>\$ 650</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2007
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 33,889	\$ 140,328	\$ 67,906		\$ 242,123
Case Reserves					
IBNR Reserve					
Subtotal	<u>33,889</u>	<u>140,328</u>	<u>67,906</u>		<u>242,123</u>
Excess Insurance					
Received	5,718				5,718
Receivable					
Recoverable					
Subtotal	<u>5,718</u>				<u>5,718</u>
Incurred Claims	<u>28,171</u>	<u>140,328</u>	<u>67,906</u>		<u>\$ 236,405</u>
Number of Claims	9	14	24	1	
Cost/Claim	<u>\$ 3,130</u>	<u>\$ 10,023</u>	<u>\$ 2,829</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2008
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 39,113	\$ 76,050	\$ 885,252	\$ 71,047	\$ 1,071,462
Case Reserves			58,560	240,338	298,898
IBNR Reserve			15,811	64,891	80,702
Subtotal	<u>39,113</u>	<u>76,050</u>	<u>959,623</u>	<u>376,276</u>	<u>1,451,062</u>
Excess Insurance					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>39,113</u>	<u>76,050</u>	<u>959,623</u>	<u>376,276</u>	<u>\$ 1,451,062</u>
Number of Claims	12	15	31	4	
Cost/Claim	<u>\$ 3,259</u>	<u>\$ 5,070</u>	<u>\$ 30,956</u>	<u>\$ 94,069</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2009
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 57,131	\$ 75,805	\$ 1,144,604	\$ 831,013	\$ 2,108,553
Case Reserves			58,633	81,985	140,618
IBNR Reserve			16,071	21,896	37,967
Subtotal	<u>57,131</u>	<u>75,805</u>	<u>1,219,308</u>	<u>934,894</u>	<u>2,287,138</u>
Excess Insurance					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>57,131</u>	<u>75,805</u>	<u>1,219,308</u>	<u>934,894</u>	<u>\$ 2,287,138</u>
Number of Claims	15	20	36	1	
Cost/Claim	<u>\$ 3,809</u>	<u>\$ 3,790</u>	<u>\$ 33,870</u>	<u>\$ 934,894</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2010
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 70,997	\$ 427,166	\$ 138,642	\$ 25,000	\$ 661,805
Case Reserves	27,036		3,589		30,625
IBNR Reserve	7,300		969		8,269
Subtotal	<u>105,333</u>	<u>427,166</u>	<u>143,200</u>	<u>25,000</u>	<u>700,699</u>
Excess Insurance					
Received	2,821				2,821
Receivable					
Recoverable					
Subtotal	<u>2,821</u>				<u>2,821</u>
Incurred Claims	<u>102,512</u>	<u>427,166</u>	<u>143,200</u>	<u>25,000</u>	<u>\$ 697,878</u>
Number of Claims	16	23	40	1	
Cost/Claim	<u>\$ 6,407</u>	<u>\$ 18,572</u>	<u>\$ 3,580</u>	<u>\$ 25,000</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2011
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 51,694	\$ 27,022	\$ 175,853	\$ 2,205	\$ 256,774
Case Reserves			54,156	114,002	168,158
IBNR Reserve			14,622	30,781	45,403
Subtotal	<u>51,694</u>	<u>27,022</u>	<u>244,631</u>	<u>146,988</u>	<u>470,335</u>
Excess Insurance					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>51,694</u>	<u>27,022</u>	<u>244,631</u>	<u>146,988</u>	<u>\$ 470,335</u>
Number of Claims	24	18	44	2	
Cost/Claim	<u>\$ 2,154</u>	<u>\$ 1,501</u>	<u>\$ 5,560</u>	<u>\$ 73,494</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2012
DECEMBER 31, 2025
(UNAUDITED)

	<u>Coverages</u>				<u>Total</u>
	<u>Non-Site Specific</u>	<u>Site Specific</u>	<u>Legal Defense</u>	<u>Superfund Buyout</u>	
Paid Claims	\$ 41,460	\$ 89,495	\$ 408,599	\$ 1,871	\$ 541,425
Case Reserves	104,033	5	19,511	149,000	272,549
IBNR Reserve	28,089	1	5,268	40,230	73,588
Subtotal	<u>173,582</u>	<u>89,501</u>	<u>433,378</u>	<u>191,101</u>	<u>887,562</u>
Excess Insurance					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>173,582</u>	<u>89,501</u>	<u>433,378</u>	<u>191,101</u>	<u>\$ 887,562</u>
Number of Claims	14	24	40	2	
Cost/Claim	<u>\$ 12,399</u>	<u>\$ 3,729</u>	<u>\$ 10,834</u>	<u>\$ 95,551</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2013
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 7,649	\$ 435,681	\$ 1,021,489	\$ 9,299	\$ 1,474,118
Case Reserves	88,945	12,911	40,511	330,419	472,786
IBNR Reserve	24,705	2,796	10,938	89,213	127,652
Subtotal	<u>121,299</u>	<u>451,388</u>	<u>1,072,938</u>	<u>428,931</u>	<u>2,074,556</u>
Excess Insurance					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>121,299</u>	<u>451,388</u>	<u>1,072,938</u>	<u>428,931</u>	<u>\$ 2,074,556</u>
Number of Claims	17	23	43	3	
Cost/Claim	<u>\$ 7,135</u>	<u>\$ 19,626</u>	<u>\$ 24,952</u>	<u>\$ 142,977</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2014
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 3,714	\$ 156,292	\$ 51,331		\$ 211,337
Case Reserves	14,024	142,010	309,245		465,279
IBNR Reserve	3,786	38,343	83,496		125,625
Subtotal	<u>21,524</u>	<u>336,645</u>	<u>444,072</u>		<u>802,241</u>
Excess Insurance					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>21,524</u>	<u>336,645</u>	<u>444,072</u>		<u>\$ 802,241</u>
Number of Claims	9	30	40	1	
Cost/Claim	<u>\$ 2,392</u>	<u>\$ 11,222</u>	<u>\$ 11,102</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2015
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 16,890	\$ 32,701	\$ 77,027		\$ 126,618
Case Reserves	9,084	134,528	810		144,422
IBNR Reserve	2,452	36,322	219		38,993
Subtotal	<u>28,426</u>	<u>203,551</u>	<u>78,056</u>	<u>-0-</u>	<u>310,033</u>
Excess Insurance					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>28,426</u>	<u>203,551</u>	<u>78,056</u>		<u>\$ 310,033</u>
Number of Claims	8	16	25	1	
Cost/Claim	<u>\$ 3,553</u>	<u>\$ 12,722</u>	<u>\$ 3,122</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2016
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 41,582	\$ 81,968	\$ 442,108	\$ 16,026	\$ 581,684
Case Reserves	149,346	128,057	441,763	366,053	1,085,219
IBNR Reserve	40,324	34,576	119,276	98,834	293,010
Subtotal	<u>231,252</u>	<u>244,601</u>	<u>1,003,147</u>	<u>480,913</u>	<u>1,959,913</u>
Excess Insurance:					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>231,252</u>	<u>244,601</u>	<u>1,003,147</u>	<u>480,913</u>	<u>\$ 1,959,913</u>
Number of Claims	17	14	35	4	
Cost/Claim	<u>\$ 13,603</u>	<u>\$ 17,472</u>	<u>\$ 28,661</u>	<u>\$ 120,228</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2017
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 51,539	\$ 42,716	\$ 51,465	\$ 1	\$ 145,721
Case Reserves	10,494	78,127	19,727	60,000	168,348
IBNR Reserve	2,833	21,094	5,326	16,200	45,453
Subtotal	<u>64,866</u>	<u>141,937</u>	<u>76,518</u>	<u>76,201</u>	<u>359,522</u>
Excess Insurance:					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>64,866</u>	<u>141,937</u>	<u>76,518</u>	<u>76,201</u>	<u>\$ 359,522</u>
Number of Claims	9	16	26	1	
Cost/Claim	<u>\$ 7,207</u>	<u>\$ 8,871</u>	<u>\$ 2,943</u>	<u>\$ 76,201</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2018
DECEMBER 31, 2025
(UNAUDITED)

	Coverages				Total
	Non-Site Specific	Site Specific	Legal Defense	Superfund Buyout	
Paid Claims	\$ 143,133	\$ 63,143	\$ 117,273	\$ 1	\$ 323,550
Case Reserves	124,024	30,292	107,793	30,000	292,109
IBNR Reserve	33,487	8,179	29,104	8,100	78,870
Subtotal	<u>300,644</u>	<u>101,614</u>	<u>254,170</u>	<u>38,101</u>	<u>694,529</u>
Excess Insurance:					
Received					
Receivable					
Recoverable					
Subtotal					
Incurred Claims	<u>300,644</u>	<u>101,614</u>	<u>254,170</u>	<u>38,101</u>	<u>\$ 694,529</u>
Number of Claims	10	12	23	1	
Cost/Claim	<u>\$ 30,064</u>	<u>\$ 8,468</u>	<u>\$ 11,051</u>	<u>\$ 38,101</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2019
DECEMBER 31, 2025
(UNAUDITED)

	Coverages					Total
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	
Paid Claims	\$ 51,814	\$ 56,191	\$ 8,018	\$ 66,984		\$ 183,007
Case Reserves	159,685	369,173	21,483	124,869		675,210
IBNR Reserve	47,334	109,429	6,368	37,013		200,144
Subtotal	<u>258,833</u>	<u>534,793</u>	<u>35,869</u>	<u>228,866</u>		<u>1,058,361</u>
Excess Insurance:						
Received						
Receivable						
Recoverable						
Subtotal						
Incurred Claims	<u>258,833</u>	<u>534,793</u>	<u>35,869</u>	<u>228,866</u>		<u>\$ 1,058,361</u>
Number of Claims	12	17	38	9		
Cost/Claim	<u>\$ 21,569</u>	<u>\$ 31,458</u>	<u>\$ 944</u>	<u>\$ 25,430</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2020
DECEMBER 31, 2025
(UNAUDITED)

	Coverages					Total
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	
Paid Claims	\$ 104,833	\$ 27,453			\$ 97,250	\$ 229,536
Case Reserves	66,167	32,739			904,750	1,003,656
IBNR Reserve	23,595	11,877	\$ 825	\$ 1,096	300,644	338,037
Subtotal	<u>194,595</u>	<u>72,069</u>	<u>825</u>	<u>1,096</u>	<u>1,302,644</u>	<u>1,571,229</u>
Excess Insurance:						
Received						
Receivable						
Recoverable						
Subtotal						
Incurred Claims	<u>194,595</u>	<u>72,069</u>	<u>825</u>	<u>1,096</u>	<u>1,302,644</u>	<u>\$ 1,571,229</u>
Number of Claims	12	7	22		3	
Cost/Claim	<u>\$ 16,216</u>	<u>\$ 10,296</u>	<u>\$ 38</u>	<u>\$ -0-</u>	<u>\$ 434,215</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2021
DECEMBER 31, 2025
(UNAUDITED)

	Coverages					Total
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	
Paid Claims	\$ 46,755	\$ 65,018		\$ 65,772	\$ 322,418	\$ 499,963
Case Reserves	441,245	178,982		38,728	702,582	1,361,537
IBNR Reserve	134,909	56,920	\$ 5,215	17,665	231,764	446,473
Subtotal	<u>622,909</u>	<u>300,920</u>	<u>5,215</u>	<u>122,165</u>	<u>1,256,764</u>	<u>2,307,973</u>
Excess Insurance:						
Received						
Receivable						
Recoverable						
Subtotal						
Incurred Claims	<u>622,909</u>	<u>300,920</u>	<u>5,215</u>	<u>122,165</u>	<u>1,256,764</u>	<u>\$ 2,307,973</u>
Number of Claims	17	12	32	2	1	
Cost/Claim	<u>\$ 36,642</u>	<u>\$ 25,077</u>	<u>\$ 163</u>	<u>\$ 61,083</u>	<u>\$ 1,256,764</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2022
DECEMBER 31, 2025
(UNAUDITED)

	Coverages					Total
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	
Paid Claims	\$ 148,964	\$ 10,983		\$ 16,007		\$ 175,954
Case Reserves	946,036	69,330		109,993		1,125,359
IBNR Reserve	218,992	39,818	\$ 20,634	42,984	\$ 120,423	442,851
Subtotal	<u>1,313,992</u>	<u>120,131</u>	<u>20,634</u>	<u>168,984</u>	<u>120,423</u>	<u>1,744,164</u>
Excess Insurance:						
Received						
Receivable						
Recoverable						
Subtotal						
Incurred Claims	<u>1,313,992</u>	<u>120,131</u>	<u>20,634</u>	<u>168,984</u>	<u>120,423</u>	<u>\$ 1,744,164</u>
Number of Claims	32	6	44	6		
Cost/Claim	<u>\$ 41,062</u>	<u>\$ 20,022</u>	<u>\$ 469</u>	<u>\$ 28,164</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2023
DECEMBER 31, 2025
(UNAUDITED)

	Coverages					Total
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	
Paid Claims	\$ 39,130	\$ 50,630		\$ 27,849		\$ 117,609
Case Reserves	227,870	157,370		109,151		494,391
IBNR Reserve	113,891	46,453	\$ 62,874	59,127	\$ 514,253	796,598
Subtotal	380,891	254,453	62,874	196,127	514,253	1,408,598
Excess Insurance:						
Received						
Receivable						
Recoverable						
Subtotal						
Incurred Claims	380,891	254,453	62,874	196,127	514,253	<u>\$ 1,408,598</u>
Number of Claims	11	10	26	5		
Cost/Claim	<u>\$ 34,626</u>	<u>\$ 25,445</u>	<u>\$ 2,418</u>	<u>\$ 39,225</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2024
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages					Total
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	
Paid Claims	\$ 12,083	\$ 33,954		\$ 14,430		\$ 60,467
Case Reserves	166,916	440,046		81,609		688,571
IBNR Reserve	296,977		\$ 162,828	142,491	\$ 1,151,893	1,754,189
Subtotal	<u>475,976</u>	<u>474,000</u>	<u>162,828</u>	<u>238,530</u>	<u>1,151,893</u>	<u>2,503,227</u>
Excess Insurance:						
Received						
Receivable						
Recoverable						
Subtotal						
Incurred Claims	<u>475,976</u>	<u>474,000</u>	<u>162,828</u>	<u>238,530</u>	<u>1,151,893</u>	<u>\$ 2,503,227</u>
Number of Claims	14	20	39	5		
Cost/Claim	<u>\$ 33,998</u>	<u>\$ 23,700</u>	<u>\$ 4,175</u>	<u>\$ 47,706</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2025
DECEMBER 31, 2025
 (UNAUDITED)

	Coverages					Total
	Non-Site Specific	Site Specific	Legal Defense	Tank Systems	Superfund Buyout	
Paid Claims	\$ 8,048	\$ 2,755		\$ 7,475		\$ 18,278
Case Reserves	733,952	205,245		42,487		981,684
IBNR Reserve		54,282	\$ 161,404	199,151	\$ 1,109,103	1,523,940
Subtotal	<u>742,000</u>	<u>262,282</u>	<u>161,404</u>	<u>249,113</u>	<u>1,109,103</u>	<u>2,523,902</u>
Excess Insurance:						
Received						
Receivable						
Recoverable						
Subtotal						
Incurred Claims	<u>742,000</u>	<u>262,282</u>	<u>161,404</u>	<u>249,113</u>	<u>1,109,103</u>	<u>\$ 2,523,902</u>
Number of Claims	9	6	18	3		
Cost/Claim	<u>\$ 82,444</u>	<u>\$ 43,714</u>	<u>\$ 8,967</u>	<u>\$ 83,038</u>	<u>\$ -0-</u>	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 1995
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Administrative Expenses</u>			
Administrative Fees	\$ 49,770		\$ 49,770
Claims Adjuster	25,000		25,000
Legal	31,719		31,719
Treasurer	7,370		7,370
Other (Itemize):			
Actuary	50,000		50,000
Environmental Services	90,698		90,698
Underwriting Manager	54,607		54,607
Miscellaneous	23,100		23,100
External Auditor	7,800		7,800
	<u>340,064</u>	<u>-0-</u>	<u>340,064</u>
Total Expenses	<u>\$ 340,064</u>	<u>\$ -0-</u>	<u>\$ 340,064</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 1996
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Administrative Expenses</u>			
Administrative Fees	\$ 84,661		\$ 84,661
Claims Adjuster	24,597		24,597
Legal	25,601		25,601
Treasurer	10,500		10,500
Other (Itemize):			
Actuary	65,000		65,000
Environmental Services	244,715		244,715
Underwriting Manager	77,261		77,261
Miscellaneous	32,705		32,705
External Auditor	8,800		8,800
	<u>573,840</u>	<u>-0-</u>	<u>573,840</u>
Total Expenses	<u>\$ 573,840</u>	<u>\$ -0-</u>	<u>\$ 573,840</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 1997
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 147,742		\$ 147,742
Subtotal Excess Insurance	<u>147,742</u>		<u>147,742</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	84,643		84,643
Claims Adjuster	14,750		14,750
Legal	34,619		34,619
Treasurer	11,000		11,000
Other (Itemize):			
Actuary	65,000		65,000
Environmental Services	250,000		250,000
Underwriting Manager	85,622		85,622
Miscellaneous	17,731		17,731
External Auditor	8,800		8,800
	<u>572,165</u>		<u>572,165</u>
Total Expenses	<u>\$ 719,907</u>	<u>\$ -0-</u>	<u>\$ 719,907</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 1998
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 211,930		\$ 211,930
Subtotal Excess Insurance	<u>211,930</u>		<u>211,930</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	89,953		89,953
Claims Adjuster	14,775		14,775
Legal	29,952		29,952
Treasurer	11,275		11,275
Other (Itemize):			
Actuary	65,000		65,000
Environmental Services	259,461		259,461
Underwriting Manager	89,868		89,868
Miscellaneous	12,611		12,611
External Auditor	8,800		8,800
	<u>581,695</u>		<u>581,695</u>
Total Expenses	<u>\$ 793,625</u>	<u>\$ -0-</u>	<u>\$ 793,625</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 1999
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 201,857		\$ 201,857
Subtotal Excess Insurance	<u>201,857</u>		<u>201,857</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	95,257		95,257
Claims Adjuster	14,621		14,621
Legal	32,862		32,862
Treasurer	11,275		11,275
Other (Itemize):			
Actuary	65,000		65,000
Environmental Services	302,847		302,847
Underwriting Manager	94,612		94,612
Miscellaneous	19,552		19,552
External Auditor	17,072		17,072
	<u>653,098</u>		<u>653,098</u>
Total Expenses	<u>\$ 854,955</u>	<u>\$ -0-</u>	<u>\$ 854,955</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2000
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 188,236		\$ 188,236
Subtotal Excess Insurance	<u>188,236</u>		<u>188,236</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	106,880		106,880
Claims Adjuster	15,950		15,950
Legal	33,704		33,704
Treasurer	12,000		12,000
Other (Itemize):			
Actuary	50,000		50,000
Environmental Services	270,586		270,586
Underwriting Manager	101,104		101,104
Miscellaneous	26,979		26,979
External Auditor	9,020		9,020
	<u>626,223</u>		<u>626,223</u>
Total Expenses	<u>\$ 814,459</u>	<u>\$ -0-</u>	<u>\$ 814,459</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2001
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 197,040		\$ 197,040
Subtotal Excess Insurance	<u>197,040</u>		<u>197,040</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	123,361		123,361
Claims Adjuster	16,550		16,550
Legal	38,569		38,569
Treasurer	13,806		13,806
Other (Itemize):			
Actuary	50,000		50,000
Environmental Services	306,955		306,955
Underwriting Manager	115,800		115,800
Miscellaneous	18,750		18,750
External Auditor	10,376		10,376
	<u>694,167</u>		<u>694,167</u>
Total Expenses	<u>\$ 891,207</u>	<u>\$ -0-</u>	<u>\$ 891,207</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2002
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 254,065		\$ 254,065
Subtotal Excess Insurance	<u>254,065</u>		<u>254,065</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	139,932		139,932
Claims Adjuster	17,095		17,095
Legal	38,755		38,755
Treasurer	13,806		13,806
Other (Itemize):			
Actuary	52,500		52,500
Environmental Services	310,642		310,642
Underwriting Manager	119,274		119,274
Miscellaneous	10,357		10,357
External Auditor	10,687		10,687
	<u>713,048</u>		<u>713,048</u>
Total Expenses	<u>\$ 967,113</u>	<u>\$ -0-</u>	<u>\$ 967,113</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2003
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 267,724		\$ 267,724
Subtotal Excess Insurance	<u>267,724</u>		<u>267,724</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	148,786		148,786
Claims Adjuster	17,472		17,472
Legal	40,820		40,820
Treasurer	14,000		14,000
Other (Itemize):			
Actuary	52,500		52,500
Environmental Services	316,889		316,889
Underwriting Manager	119,566		119,566
Miscellaneous	9,417		9,417
External Auditor	10,980		10,980
	<u>730,430</u>		<u>730,430</u>
Total Expenses	<u>\$ 998,154</u>	<u>\$ -0-</u>	<u>\$ 998,154</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2004
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 247,947		\$ 247,947
Subtotal Excess Insurance	<u>247,947</u>		<u>247,947</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	152,666		152,666
Claims Adjuster	17,975		17,975
Legal	42,182		42,182
Treasurer	14,475		14,475
Other (Itemize):			
Actuary	52,500		52,500
Environmental Services	316,653		316,653
Underwriting Manager	122,845		122,845
Miscellaneous	13,044		13,044
External Auditor	11,950		11,950
	<u>744,290</u>		<u>744,290</u>
Total Expenses	<u>\$ 992,237</u>	<u>\$ -0-</u>	<u>\$ 992,237</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2005
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 271,173		\$ 271,173
Subtotal Excess Insurance	<u>271,173</u>		<u>271,173</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	162,137		162,137
Claims Adjuster	15,300		15,300
Legal	47,365		47,365
Treasurer	14,615		14,615
Other (Itemize):			
Actuary	52,500		52,500
Environmental Services	358,571		358,571
Underwriting Manager	128,466		128,466
Miscellaneous	31,763		31,763
External Auditor	12,189		12,189
	<u>822,906</u>		<u>822,906</u>
Total Expenses	<u>\$ 1,094,079</u>	<u>\$ -0-</u>	<u>\$ 1,094,079</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2006
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 337,021		\$ 337,021
Subtotal Excess Insurance	<u>337,021</u>		<u>337,021</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	186,102		186,102
Claims Adjuster	18,780		18,780
Legal	54,359		54,359
Treasurer	15,485		15,485
Other (Itemize):			
Actuary	52,500		52,500
Environmental Services	419,717		419,717
Underwriting Manager	158,959		158,959
Miscellaneous	38,206		38,206
External Auditor	12,555		12,555
	<u>956,663</u>		<u>956,663</u>
Total Expenses	<u>\$ 1,293,684</u>	<u>\$ -0-</u>	<u>\$ 1,293,684</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2007
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 364,075		\$ 364,075
Subtotal Excess Insurance	<u>364,075</u>		<u>364,075</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	192,600		192,600
Claims Adjuster	19,436		19,436
Legal	56,183		56,183
Treasurer	15,950		15,950
Other (Itemize):			
Actuary	52,500		52,500
Environmental Services	411,750		411,750
Underwriting Manager	164,511		164,511
Miscellaneous	105,227		105,227
External Auditor	12,932		12,932
	<u>1,031,089</u>		<u>1,031,089</u>
Total Expenses	<u>\$ 1,395,164</u>	<u>\$ -0-</u>	<u>\$ 1,395,164</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2008
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 392,009		\$ 392,009
Subtotal Excess Insurance	<u>392,009</u>		<u>392,009</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	204,224		204,224
Claims Adjuster	20,609		20,609
Legal	59,509		59,509
Treasurer	16,428		16,428
Other (Itemize):			
Actuary	52,500		52,500
Environmental Services	457,765		457,765
Underwriting Manager	174,437		174,437
Miscellaneous	29,644		29,644
External Auditor	13,320		13,320
	<u>1,028,436</u>		<u>1,028,436</u>
Total Expenses	<u>\$ 1,420,445</u>	<u>\$ -0-</u>	<u>\$ 1,420,445</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2009
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 355,530		\$ 355,530
Subtotal Excess Insurance	<u>355,530</u>		<u>355,530</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	215,533		215,533
Claims Adjuster	21,754		21,754
Legal	62,679		62,679
Treasurer	17,003		17,003
Other (Itemize):			
Actuary	57,617		57,617
Environmental Services	462,831		462,831
Underwriting Manager	184,083		184,083
Miscellaneous	13,721		13,721
External Auditor	13,786		13,786
	<u>1,049,007</u>		<u>1,049,007</u>
Total Expenses	<u>\$ 1,404,537</u>	<u>\$ -0-</u>	<u>\$ 1,404,537</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2010
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 363,654		\$ 363,654
Subtotal Excess Insurance	<u>363,654</u>		<u>363,654</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	222,085		222,085
Claims Adjuster	21,754		21,754
Legal	64,860		64,860
Treasurer	17,513		17,513
Other (Itemize):			
Actuary	59,376		59,376
Environmental Services	469,492		469,492
Underwriting Manager	197,051		197,051
Miscellaneous	17,566		17,566
External Auditor	14,199		14,199
	<u>1,083,896</u>		<u>1,083,896</u>
Total Expenses	<u>\$ 1,447,550</u>	<u>\$ -0-</u>	<u>\$ 1,447,550</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2011
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 366,063		\$ 366,063
Subtotal Excess Insurance	<u>366,063</u>		<u>366,063</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	224,329		224,329
Claims Adjuster	21,754		21,754
Legal	65,217		65,217
Treasurer	17,513		17,513
Other (Itemize):			
Actuary	59,376		59,376
Environmental Services	480,404		480,404
Underwriting Manager	191,033		191,033
Miscellaneous	30,868		30,868
External Auditor	14,199		14,199
	<u>1,104,693</u>		<u>1,104,693</u>
Total Expenses	<u>\$ 1,470,756</u>	<u>\$ -0-</u>	<u>\$ 1,470,756</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2012
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 347,971		\$ 347,971
Subtotal Excess Insurance	<u>347,971</u>		<u>347,971</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	223,959		223,959
Claims Adjuster	22,599		22,599
Legal	65,162		65,162
Treasurer	17,532		17,532
Other (Itemize):			
Actuary	59,440		59,440
Environmental Services	480,935		480,935
Underwriting Manager	191,238		191,238
Miscellaneous	50,770		50,770
External Auditor	14,215		14,215
	<u>1,125,850</u>		<u>1,125,850</u>
Total Expenses	<u>\$ 1,473,821</u>	<u>\$ -0-</u>	<u>\$ 1,473,821</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2013
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 366,830		\$ 366,830
Subtotal Excess Insurance	<u>366,830</u>		<u>366,830</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	238,445		238,445
Claims Adjuster	22,599		22,599
Legal	69,668		69,668
Treasurer	17,890		17,890
Other (Itemize):			
Actuary	60,652		60,652
Environmental Services	232,493		232,493
Underwriting Manager	203,723		203,723
Miscellaneous	101,855		101,855
External Auditor	14,504		14,504
	<u>961,829</u>		<u>961,829</u>
Total Expenses	<u>\$ 1,328,659</u>	<u>\$ -0-</u>	<u>\$ 1,328,659</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2014
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 391,568		\$ 391,568
Subtotal Excess Insurance	<u>391,568</u>		<u>391,568</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	241,956		241,956
Claims Adjuster	24,423		24,423
Legal	70,672		70,672
Treasurer	18,180		18,180
Other (Itemize):			
Actuary	61,654		61,654
Environmental Services	332,693		332,693
Underwriting Manager	206,666		206,666
Miscellaneous	84,174		84,174
External Auditor	14,744		14,744
	<u>1,055,162</u>		<u>1,055,162</u>
Total Expenses	<u>\$ 1,446,730</u>	<u>\$ -0-</u>	<u>\$ 1,446,730</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2015
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 535,022		\$ 535,022
Subtotal Excess Insurance	<u>535,022</u>		<u>535,022</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	246,648		246,648
Claims Adjuster	24,897		24,897
Legal	72,047		72,047
Treasurer	18,540		18,540
Other (Itemize):			
Actuary	61,702		61,702
Environmental Services	325,041		325,041
Underwriting Manager	210,669		210,669
Miscellaneous	87,207		87,207
External Auditor	15,038		15,038
	<u>1,061,789</u>		<u>1,061,789</u>
Total Expenses	<u>\$ 1,596,811</u>	<u>\$ -0-</u>	<u>\$ 1,596,811</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2016
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 542,696		\$ 542,696
Subtotal Excess Insurance	<u>542,696</u>		<u>542,696</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	249,336		249,336
Claims Adjuster	25,168		25,168
Legal	72,828		72,828
Treasurer	18,924		18,924
Other (Itemize):			
Actuary	61,702		61,702
Environmental Services	392,513		392,513
Underwriting Manager	212,969		212,969
Miscellaneous	89,004		89,004
External Auditor	15,339		15,339
	<u>1,137,783</u>		<u>1,137,783</u>
Total Expenses	<u>\$ 1,680,479</u>	<u>\$ -0-</u>	<u>\$ 1,680,479</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2017
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 541,069		\$ 541,069
Subtotal Excess Insurance	541,069		541,069
2. <u>Administrative Expenses</u>			
Administrative Fees	256,980		256,980
Claims Adjuster	25,942		25,942
Legal	75,061		75,061
Treasurer	19,296		19,296
Other (Itemize):			
Actuary	61,701		61,701
Environmental Services	387,928		387,928
Underwriting Manager	219,502		219,502
Miscellaneous	74,941		74,941
External Auditor	15,646		15,646
	<u>1,136,997</u>		<u>1,136,997</u>
Total Expenses	<u>\$ 1,678,066</u>	<u>\$ -0-</u>	<u>\$ 1,678,066</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2018
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 545,135		\$ 545,135
Subtotal Excess Insurance	<u>545,135</u>		<u>545,135</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	285,157		285,157
Claims Adjuster	26,684		26,684
Legal	77,205		77,205
Treasurer	19,683		19,683
Other (Itemize):			
Actuary	62,500		62,500
Environmental Services	401,587		401,587
Underwriting Manager	225,776		225,776
Miscellaneous	83,801		83,801
External Auditor	15,958		15,958
	<u>1,198,351</u>		<u>1,198,351</u>
Total Expenses	<u>\$ 1,743,486</u>	<u>\$ -0-</u>	<u>\$ 1,743,486</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2019
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 538,954		\$ 538,954
Subtotal Excess Insurance	<u>538,954</u>		<u>538,954</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	303,231		303,231
Claims Adjuster	28,392		28,392
Legal	82,125		82,125
Treasurer	20,077		20,077
Other (Itemize):			
Actuary	62,500		62,500
Environmental Services	404,328		404,328
Underwriting Manager	240,170		240,170
Miscellaneous	70,684		70,684
External Auditor	16,278		16,278
	<u>1,227,785</u>		<u>1,227,785</u>
Total Expenses	<u>\$ 1,766,739</u>	<u>\$ -0-</u>	<u>\$ 1,766,739</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2020
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 498,536		\$ 498,536
Subtotal Excess Insurance	498,536		498,536
2. <u>Administrative Expenses</u>			
Administrative Fees	314,846		314,846
Claims Adjuster	29,477		29,477
Legal	85,273		85,273
Treasurer	20,478		20,478
Other (Itemize):			
Actuary	62,500		62,500
Environmental Services	399,288		399,288
Underwriting Manager	249,369		249,369
Miscellaneous	131,353		131,353
External Auditor	16,604		16,604
	<u>1,309,188</u>		<u>1,309,188</u>
Total Expenses	<u>\$ 1,807,724</u>	<u>\$ -0-</u>	<u>\$ 1,807,724</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2021
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 498,536		\$ 498,536
Subtotal Excess Insurance	498,536		498,536
2. <u>Administrative Expenses</u>			
Administrative Fees	324,812		324,812
Claims Adjuster	30,407		30,407
Legal	87,974		87,974
Treasurer	20,887		20,887
Other (Itemize):			
Actuary	62,500		62,500
Environmental Services	399,507		399,507
Underwriting Manager	257,265		257,265
Miscellaneous	159,400		159,400
External Auditor	16,936		16,936
	<u>1,359,688</u>		<u>1,359,688</u>
Total Expenses	<u>\$ 1,858,224</u>	<u>\$ -0-</u>	<u>\$ 1,858,224</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2022
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 542,067		\$ 542,067
Subtotal Excess Insurance	<u>542,067</u>		<u>542,067</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	335,445		335,445
Claims Adjuster	31,328		31,328
Legal	90,856		90,856
Treasurer	21,305		21,305
Other (Itemize):			
Actuary	62,500		62,500
Environmental Services	434,997		434,997
Underwriting Manager	265,686		265,686
Miscellaneous	120,660		120,660
External Auditor	17,275		17,275
	<u>1,380,052</u>		<u>1,380,052</u>
Total Expenses	<u>\$ 1,922,119</u>	<u>\$ -0-</u>	<u>\$ 1,922,119</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2023
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 541,966		\$ 541,966
Subtotal Excess Insurance	541,966		541,966
2. <u>Administrative Expenses</u>			
Administrative Fees	343,026		343,026
Claims Adjuster	32,086		32,086
Legal	92,673		92,673
Treasurer	21,731		21,731
Other (Itemize):			
Actuary	62,500		62,500
Environmental Services	455,887		455,887
Underwriting Manager	271,691		271,691
Miscellaneous	114,197		114,197
External Auditor	17,620		17,620
	<u>1,411,411</u>		<u>1,411,411</u>
Total Expenses	<u>\$ 1,953,377</u>	<u>\$ -0-</u>	<u>\$ 1,953,377</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 2024
DECEMBER 31, 2025
(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 590,042		\$ 590,042
Subtotal Excess Insurance	590,042		590,042
2. <u>Administrative Expenses</u>			
Administrative Fees	384,053		384,053
Claims Adjuster	35,928		35,928
Legal	103,950		103,950
Treasurer	22,166		22,166
Other (Itemize):			
Actuary	62,500		62,500
Environmental Services	485,301		485,301
Underwriting Manager	304,186		304,186
Miscellaneous	120,213		120,213
External Auditor	17,973		17,973
	<u>1,536,270</u>		<u>1,536,270</u>
Total Expenses	<u>\$ 2,126,312</u>	<u>\$ -0-</u>	<u>\$ 2,126,312</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUNDFUND YEAR EXPENSE ANALYSISFUND YEAR - 2025DECEMBER 31, 2025

(UNAUDITED)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums	\$ 545,400		\$ 545,400
Subtotal Excess Insurance	<u>545,400</u>		<u>545,400</u>
2. <u>Administrative Expenses</u>			
Administrative Fees	394,654		394,654
Claims Adjuster		\$ 36,919	36,919
Legal	106,820		106,820
Treasurer	22,610		22,610
Other (Itemize):			
Actuary	63,750		63,750
Environmental Services	394,491	134,384	528,875
Underwriting Manager	312,583		312,583
Miscellaneous	117,501	137	117,638
External Auditor		18,332	18,332
	<u>1,412,409</u>	<u>189,772</u>	<u>1,602,181</u>
Total Expenses	<u>\$ 1,957,809</u>	<u>\$ 189,772</u>	<u>\$ 2,147,581</u>

NEW JERSEY MUNICIPAL ENVIRONMENTAL
RISK MANAGEMENT FUND
PROGRAM SUMMARY
FUND YEAR - 2025
DECEMBER 31, 2025
(UNAUDITED)

	COVERAGES				
	A	B	C	D	E
	THIRD PARTY	ON SITE CLEANUP COSTS LIABILITY	POLLUTION LIABILITY	PUBLIC OFFICIALS DE MINIMUS ABANDONED WASTE SITES LIABILITY	TANK SYSTEMS
1.) <u>Limits</u>	\$1,000,000 per claim	\$50,000 per claim	\$1,000,000 per claim	\$50,000 per claim	\$1,000,000 per claim
	De Minimus Abandoned Waste Sites Liability coverage is an aggregate amount that includes legal defense, which is subject to \$50,000 per local unit limit. Legal Defense erodes policy limits except Coverage D - De Minimus Abandoned Waste Sites Liability which has an aggregate Legal Defense cost limit of \$500,000. Included are Sub Limits of \$250,000/\$250,000 per claim/aggregate each, for Cyber Coverage and Transportation Coverage. Storage Tank coverage is a separate coverage requiring scheduling of tanks onto policy. All coverage categories, including sub limits and aggregates are contemplated in the annual budget.				
2.) <u>Annual Aggregate Limits</u>	\$1,000,000 (B)	\$100,000 (B)	\$1,000,000 (B)	\$50,000 (B)	\$1,000,000 (B)
			\$500,000 - Aggregate Legal Defense Cost Limit		\$100,000 - Aggregate Legal Defense Cost Limit
3.) <u>Excess Insurance</u>	Fund purchased Excess Aggregate Insurance up to a total aggregate of \$9,000,000. This insurance does not increase the limits to individual members.				
4.) <u>Number of Participants</u>	14 JIF's with 366 Municipalities and 76 Utility Authorities	14 JIF's with 366 Municipalities and 76 Utility Authorities	14 JIF's with 366 Municipalities and 76 Utility Authorities	14 JIF's with 366 Municipalities and 76 Utility Authorities	14 JIF's with 366 Municipalities and 76 Utility Authorities
5.) <u>Incurred Liabilities</u>	\$742,000	\$262,282	\$161,404	\$1,109,103	\$249,113
6.) <u>Exposure Units</u>	4,724,914 Population	4,724,914 Population	4,724,914 Population	4,724,914 Population	168 Regulated UST's Unspecified number of AST's
7.) <u>Liabilities/Unit</u>	\$0.157	\$0.056	\$0.034	\$0.235	\$1,482.82

(B) - Subject to overall aggregate per member JIF

Bergen - \$4,219,740	Camden - \$4,791,380	Suburban Essex - \$1,624,510	Burlington - \$2,637,860
Morris - \$5,532,390	Ocean - \$5,117,640	NJUA - \$2,500,000	Atlantic - \$3,122,810
PMM - \$1,200,500	So. Bergen - \$3,540,640	TRICO JIF - \$3,951,310	

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
STATE REQUIRED SUPPORTING
SCHEDULE - ANNUAL REPORT
ANALYSIS OF CASH AND INVESTMENTS
DECEMBER 31, 2025
 (UNAUDITED)

Bank	Amount
Citizens Bank	\$ 6,130,318
JCMI	27,609,507
New Jersey Cash Management Fund	2,355,713
	36,095,538
Less: Outstanding Checks	2,100
	\$ 36,093,438

ANALYSIS OF ASSESSMENT RECEIVABLE
DECEMBER 31, 2025
 (UNAUDITED)

Fund Year 2025 - PMM	\$ 57,461
	\$ 57,461

STATE REQUIRED SUPPORTING
SCHEDULE - ANNUAL REPORT
ANALYSIS OF ADMINISTRATIVE EXPENSES PAYABLE
DECEMBER 31, 2025
(UNAUDITED)

Fund Year :

Claims Adjuster	\$ 36,919
Environmental Services	134,384
Miscellaneous	137
External Auditor	<u>18,332</u>
	<u>\$ 189,772</u>

REPORT PURSUANT TO GOVERNMENT AUDITING STANDARDS

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based
on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

The Honorable Chairperson and Members
of the Executive Committee
New Jersey Municipal Environmental
Risk Management Fund
Parsippany, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), the financial statements of the New Jersey Municipal Environmental Risk Management Fund (the "Fund") as of and for the years ended December 31, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements, and have issued our report thereon dated April 10, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Fund's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Fund's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

The Honorable Chairperson and Members
of the Board of Fund Commissioners
New Jersey Municipal Environmental Risk Management Fund
Page 2

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Fund's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Fund's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Fund's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mount Arlington, New Jersey
April 10, 2026

NISIVOCCIA LLP



Andrew Kucinski
Certified Public Accountant
Registered Municipal Accountant No. 583

STATISTICAL SECTION

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND

NET POSITION BY COMPONENT

LAST TEN YEARS

(Unaudited)

	December 31,				
	2016	2017	2018	2019	2020
Business-Type Activities					
Invested in Capital Assets, Net of Related Debt	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	
Unrestricted	16,337,396	19,555,537	19,869,645	20,818,512	\$ 22,177,982
Total Business-Type Activities Net Position	<u>\$ 16,587,396</u>	<u>\$ 19,805,537</u>	<u>\$ 20,119,645</u>	<u>\$ 21,068,512</u>	<u>\$ 22,177,982</u>

	December 31,				
	2021	2022	2023	2024	2025
Business-Type Activities					
Invested in Capital Assets, Net of Related Debt	\$ 20,662,595	\$ 16,675,996	\$ 15,719,298	\$ 16,379,857	\$ 18,136,061
Unrestricted	\$ 20,662,595	\$ 16,675,996	\$ 15,719,298	\$ 16,379,857	\$ 18,136,061
Total Business-Type Activities Net Position	<u>\$ 20,662,595</u>	<u>\$ 16,675,996</u>	<u>\$ 15,719,298</u>	<u>\$ 16,379,857</u>	<u>\$ 18,136,061</u>

Source - Insurance Fund Financial Records.

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
SCHEDULE OF CHANGE IN NET POSITION

LAST TEN YEARS
(Unaudited)

	Year Ending December 31,				
	2016	2017	2018	2019	2020
Revenue:					
Assessments from Participating Members	\$ 4,269,535	\$ 4,351,055	\$ 4,185,900	\$ 4,323,258	\$ 4,313,003
Investment Income	232,181	230,022	491,107	854,696	452,056
Total Revenue	4,501,716	4,581,077	4,677,007	5,177,954	4,765,059
Expenses:					
Provision for Claims and Claim Adjustment Expense	873,531	(1,326,965)	1,380,518	701,281	(890,883)
Insurance Premiums	542,696	541,069	545,135	538,954	498,536
Claims Administration	25,168	25,942	26,684	28,392	29,477
Contractual Services	819,275	824,134	836,460	870,477	867,262
Non-Contractual Services	44,268	41,776	38,945	36,752	86,351
Administration	249,336	256,980	285,157	303,231	314,846
Total Expenses	2,554,274	362,936	3,112,899	2,479,087	905,589
Return of Member Dividends	(550,000)	(1,000,000)	(1,250,000)	(2,000,000)	(2,500,000)
Change in Net Position	\$ 1,397,442	\$ 3,218,141	\$ 314,108	\$ 698,867	\$ 1,359,470

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
SCHEDULE OF CHANGE IN NET POSITION

LAST TEN YEARS
(Unaudited)

	Year Ending December 31,				
	2021	2022	2023	2024	2025
Revenue:					
Assessments from Participating Members	\$ 4,318,095	\$ 4,409,647	\$ 4,444,942	\$ 4,872,080	\$ 4,967,742
Investment Income	(78,793)	(1,758,509)	1,540,876	1,313,963	2,103,789
Total Revenue	4,239,302	2,651,138	5,985,818	6,186,043	7,071,531
Expenses:					
Provision for Claims and Claim Adjustment Expense	796,424	1,415,617	2,489,139	1,299,176	1,055,119
Insurance Premiums	498,536	542,067	541,966	590,042	545,400
Claims Administration	30,407	31,328	32,086	35,928	36,919
Contractual Services	890,068	937,619	876,102	1,026,074	1,052,970
Non-Contractual Services	114,442	75,661	69,197	90,213	117,638
Administration	324,812	335,445	434,026	384,055	394,654
Total Expenses	2,654,689	3,337,737	4,442,516	3,425,488	3,202,700
Return of Member Dividends	(3,100,000)	(3,300,000)	(2,500,000)	(2,100,000)	(2,112,627)
Change in Net Position	\$ (1,515,387)	\$ (3,986,599)	\$ (956,698)	\$ 660,555	\$ 1,756,204

Source - Insurance Fund Financial Records.

NEW JERSEY MUNICIPAL ENVIRONMENTAL
RISK MANAGEMENT FUND
 MEMBER GROWTH ANALYSIS - BY FUND YEAR
FOR THE TEN-YEAR PERIOD ENDED DECEMBER 31, 2025
 (Unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Total number of members	13	13	13	13	13	13	13	13	13	14
Total member assessments	\$ 4,269,535	\$ 4,351,055	\$ 4,185,900	\$ 4,323,258	\$ 4,313,003	\$ 4,318,095	\$ 4,409,654	\$ 4,444,941	\$ 4,872,080	\$ 4,967,742
Total number of claims	35	26	23	38	22	32	44	26	39	18
Total reported losses	\$ 1,728,875	\$ 314,069	\$ 615,659	\$ 858,217	\$ 1,233,000	\$ 1,861,500	\$ 1,301,313	\$ 504,000	\$ 597,999	\$ 999,962

Source: Joint Insurance Fund - Executive Director's Office and Third Party Claims Administrator

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
REPORTED LOSS HISTORY - BY FUND YEAR
FOR THE TEN-YEAR PERIOD ENDED DECEMBER 31, 2025
(Unaudited)

During its years of existence, the Fund has incurred the following reported losses (paid claims plus case reserves) from claims incurred by Fund members. The claims reflect the impact of the increase in membership, the delay in claims reaching the Fund's coverages, and the change in the average cost per claim. These figures do not include incurred but not reported ("IBNR") claim estimates.

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Non-site Specific Fund	\$ 193,928	\$ 62,033	\$ 267,157	\$ 211,499	\$ 171,000	\$ 488,000	\$ 1,095,000	\$ 185,000	\$ 126,999	\$ 742,000
Site Specific Fund	267,967	121,843	93,435	425,364	60,000	244,000	80,313	182,000	388,000	208,000
Legal Defense Fund	884,901	70,192	225,066	29,501						
Tank Systems				191,853		104,500	126,000	137,000	83,000	49,962
Superfund Buyout Fund	382,079	60,001	30,001		1,002,000	1,025,000				
Total	\$ 1,728,875	\$ 314,069	\$ 615,659	\$ 858,217	\$ 1,233,000	\$ 1,861,500	\$ 1,301,313	\$ 504,000	\$ 597,999	\$ 999,962
Total number of claims	35	26	23	38	22	32	44	26	39	18
Average cost per claim	\$ 49,396	\$ 12,080	\$ 26,768	\$ 22,585	\$ 56,045	\$ 58,172	\$ 29,575	\$ 19,385	\$ 15,333	\$ 55,553

NEW JERSEY MUNICIPAL ENVIRONMENTAL RISK MANAGEMENT FUND
REPORTED CLAIM ACTIVITY - BY FUND YEAR
FOR THE TEN-YEAR PERIOD ENDED DECEMBER 31, 2025
(Unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Non-site Specific Fund	17	9	10	12	12	17	32	11	14	9
Site Specific Fund	14	16	12	17	7	12	6	10	20	6
Legal Defense Fund (A)	35	26	23	38	22	32	44	26	39	18
Tank Systems				9		2	6	5	5	3
Superfund Buyout Fund	4	1	1		3	1				
Total	35	26	23	38	22	32	44	26	39	18
Claims settled in full	21	7	5	4			1			
Claims pending	14	19	18	34	22	32	43	26	39	18
Total	35	26	23	38	22	32	44	26	39	18

(A) - Not counted in totals, as this item is present for each claim.

Source: Joint Insurance Fund - Executive Director's Office and Third Party Claims Administrator