

PUBLIC ENTITY JOINT INSURANCE FUND MEETING AGENDA October 27th, 2015

Hampton Inn - Woodbridge, NJ - at 10:00am - Avenel Room I

MEETING OF BOARD OF FUND COMMISSIONERS CALLED TO ORDER

OPEN PUBLIC MEETING ACT STATEMENT

In accordance with the Open Public Meetings Act, notice of this meeting was provided by:

- 1. Sending sufficient notice to the Fund's designated newspapers, the Newark Star Ledger and The Times of Trenton
- 2. Filing advanced written notice of this meeting with each member municipality; and
- 3. Posting notice of this meeting on the Public Bulletin Board of all member municipalities.
- o PLEDGE OF ALLEGIANCE
- ROLL CALL OF FUND COMMISSIONERS
- APPROVAL OF MINUTES for 9/29/15 meeting
- ADOPTION OF RESOLUTIONS
 - o Resolution 27-15 Approving Certain Disbursements totaling \$147,590.42
 - o Resolution 28-15 Approving Claims Payments totaling \$279,040
- EXECUTIVE DIRECTOR REPORTS NIP GROUP Jonathan Hall
 - Fast Track
 - o 2016 Renewal Update
- o SAFETY DIRECTOR (A. Ven Graitis and D. Perillo)
 - o Police Training: Brit Seminar Recap, Connell Consulting, TACT
 - o Safety Incentive Program update
 - o Stewardship Report snow Plow safety, Indoor Quality and Legionnaires Disease
 - o Personal Protective Equipment
 - DVD Training Video Accident Investigations)Directors, Supervisors and Claims Personnel
 - Upcoming PEJIF Fire Department Driver Training Comprehensive Fire Department Driver Training
 - Additional Risk Control Support: Goals and Objectives (Service plan progress, departments that have not utilized any support from Risk Control)
- o CLAIMS REPORT (Conrad Cyriax, Wendy Wiebalk, James Renner & Robert Persico)
 - o Claim Reporting procedures/Timely Reporting
- o MEMBER UPDATES in Alphabetical Order
 - City of East Orange
 - City of Passaic
 - City of Perth Amboy
 - o City of Plainfield
 - o Borough of Roselle
 - Township of Teaneck
 - Town of West New York
- TREASURER'S REPORT (Patrick DeBlasio)
- NEW BUSINESS
- ADJOURNMENT



PUBLIC ENTITY JOINT INSURANCE FUND **MEETING MINUTES**

September 29th, 2015

Avenel Room I - Hampton Inn Woodbridge, NJ at 10:00am

MEETING OF THE GARDEN STATE MUNICIPAL JOINT INSURANCE FUND CALLED TO **ORDER AT 10:13 AM.**

OPEN PUBLIC MEETING ACT STATEMENT READ INTO RECORD

PLEDGE OF ALLEGIANCE

ROLL CALL OF FUND COMMISSIONERS

Ricardo Fernandez – City of Passaic Jillian Barrick - City of Perth Amboy - Absent Karen Dabney - City of Plainfield Matthew Watkins -Town of West New York -Absent Naiima Horsley-Fauntleroy- East Orange David Brown - Borough of Roselle William Broughton – Township of Teaneck - Absent

MEETING OF BOARD OF FUND COMMISSIONERS CALLED TO ORDER

o APPROVAL OF MINUTES OF July 28th

MOTION: Commr. Brown **SECOND:** Commr. Fauntleroy

ABSTAIN: Brown

VOTE: ROLL CALL:

Ricardo Fernandez – City of Passaic Jillian Barrick - City of Perth Amboy - Absent Karen Dabney - City of Plainfield Matthew Watkins -Town of West New York -Absent Naiima Horsley-Fauntleroy- East Orange David Brown – Borough of Roselle William Broughton – Township of Teaneck - Absent

ADOPTION OF RESOLUTIONS

MOTION TO APPROVE RESOLUTIONS

- o Resolution 25-15 Approving Disbursements totaling \$200,069.02
- o Resolution 26-15 Approving Claims Payments totaling \$618,221

MOTION: Commr. Dabnev **SECOND:** Commr. Brown



VOTE: ROLL CALL

Ricardo Fernandez – City of Passaic
Jillian Barrick – City of Perth Amboy - Absent
Karen Dabney – City of Plainfield
Matthew Watkins – Town of West New York - Absent
Naiima Horsley-Fauntleroy- East Orange
David Brown – Borough of Roselle
William Broughton – Township of Teaneck - Absent

EXECUTIVE DIRECTOR REPORT- Jonathan Hall

- o Fast Track Report We received the mid-year Actuary report Friday evening and we are currently reviewing to complete the Fast Track report, once it is completed it will be sent to all members.
- Mid-Year Actuarial Report We have received the draft reserve study. We are working with the Actuary to finalize in preparation for the 2016 Rate/Pricing study.
- O Survey of Members We received responses from 3 out of the 7 members and are reviewing responses for presentation to the Commissioners at a future Fund meeting.

UNDERWRITING – Anthony Amadeo

o 2016 Renewal Update – we are deep into the renewal process and 50 to 60 percent have been completed.

SAFETY DIRECTOR (Anthony Ven Graitis and Debbie Perillo)

- Police Professional Training TACT training was very successful with over half of all the GSMJIF municipalities attending at least one session. Additional training is being planned for late 2015 into 2016.
- o BRIT Police Professional Seminar Registration is currently underway for the Brit seminar-"Liability Prevention and Risk Management in Law Enforcement: Tips for Improvement in Ten Areas that Make a Real Difference," on Thursday, October 15, 2015, 9:00 a.m. to 2:00 p.m. at the Senior Citizens Center located at 968 Bonnel Ct., Union, NJ.
- Snow Plow/Fire Truck Rodeo Fire Truck Rodeos will only be held locally due to demands of emergency responders. A snow plow rodeo, as held in previous years, will be scheduled and information will be provided.
- O Safety Incentives Risk control is investigating Safety Incentive alternative solutions as Safety Jackpot's program is not flexible enough for our use and is too expensive. Details to follow.
- o September 2015 Risk Control Bulletin Will be issued for September.
- Risk Control Topic Recent NJ Playground Inspections/Shutdowns were discussed.
 Hamilton school board recently had inspections that resulted in the shutdown of playgrounds until repairs and modifications were made. The depth of FIBAR has been a constant driver of claims and 12" or more of FIBAR should be maintained under most equipment. A playground inspection schedule and checklist should be maintained. Risk Control will be happy to assist with inspections.
- Municipal Safety Equipment A budget for safety equipment and PPE must be maintained and be a
 priority for municipalities. With budget constraints, it is understood that cutbacks must be made but
 safety must always be a priority and investments in safety will be paid back in the future.



- Risk Control Formal Recommendation Future Expectations Formal recommendations and future risk control plans will be highlighted in Stewardship Reports that will be distributed at local Safety Committee Meetings going forward.
- Additional Risk Control Support Utilization of Risk Control services ranges tremendously. Some
 departments in certain municipalities are using Risk Control effectively and consistently, while some
 departments have not requested any assistance. Risk control personnel are available to assist every
 member department so please use this resource.

CLAIMS REPORT (Robert Persico and Wendy Wiebalk)

MEMBER UPDATES

 Each member gave an update on their respective Township/Borough/City since our last meeting.

TREASURER'S REPORT

 Mr. DeBlasio reviewed the monthly treasurer's report and cash management account and advised that the Fund has met all outstanding obligations and its financial position is secure. There were no questions.

NEW BUSINESS

OPEN FORUM

MOTION TO ADJOURN

Commissioner Fernandez made a motion to adjourn the meeting at 11:28am and Commissioner Dabney seconded the motion. Motion carried unanimously.

Prepared by J. Hall.	
	Jonathan Hall
	Ricardo Fernandez

ALSO PRESENT:

Earl Miller – NIP
Wendy Wiebalk – NIP
David Springer – NIP Group
Steve Edwards - BGIA
Robert Persico – NIP
James Renner – NIP
Jonathan Hall – NIP
Anthony Ven Graitis – NIP
Wendy Wiebalk – NIP



Conrad Cyriax – NIP Group

Rob Smith - NIP

T. Fragoso – Scirocco

M. Baron – InservCo

Kimberley Browne – Roselle Borough

Kathy Martin - City of Passaic

Kathleen Guze – D & H Alternative

Wayne Dietz – D & H Alternative

Maria J. Rivera – City of Perth Amboy

Michael O'Connell- Pringle Quinn Anzano

Brian Erlandsen – BGIA

Anthony Amadeo- NIP

Patrick DeBlasio – Treasurer

George Crosby – BGIA

Larry Graham – Fairview

John Carrasco – Skylands Risk Management

Clare Hilbig – InservCo

Keith Platt – InservCo

Francis Kelly- BGIA

Patti Fahy – Reliance

Lindsey Klein – Reliance

Marge Cherone - West New York



MEMO TO: INSURANCE FUND CHAIRMAN FERNANDEZ

FROM: PATRICK J. DEBLASIO, CPA, CMFO, CGFM, -FUND TREASURER

Please be advised that the following is an update of the status of the Public Entity Joint Insurance Fund:

		August <u>2015</u>	September 2015
Beginning Cash Balance	Operating Account-Bank of America Claims Fiduciary Account-Bank of America Claims-TD Bank Custodial-Investments	\$ 748,031.08 10,167.19 12,505.61 699,462.86	\$ 299,820.47 10,167.19 37,387.69 13,865.54
	Total Balance	\$ 1,470,166.74	\$ 361,240.89
Receipts:			
Operating Account-B D&H Claims Fiduciary Claims-TD Bank Custodial-Deposits ar	Account-Bank of America	\$ 214,786.08 33,844.36 26,527.50 250,000.00	\$ 477,438.50 5,478.48 2,722.42 400,000.00
Total Receipts		\$ 525,157.94	\$ 885,639.40
Disbursements:			
Operating Account-B D&H Claims Fiduciary Claims-TD Bank Custodial-Investments	Account-Bank of America	\$ (662,996.69) (33,844.36) (1,645.42) (935,597.32)	\$ (624,343.80) (7,616.89) (29,066.41) (197,494.78)
Total Disbursements		\$ (1,634,083.79)	\$ (858,521.88)
Ending Cash Balance	Operating Account-Bank of America Claims Fiduciary Account-Bank of America Claims-TD Bank Custodial-Investments	\$ 299,820.47 10,167.19 37,387.69 13,865.54	\$ 152,915.17 8,028.78 11,043.70 216,370.76
Total Cash Account Balance	ce	\$ 361,240.89	\$ 388,358.41
Beginning Investment Bala Change in accrued In Change in Unrealized Income Received Realized Gain/Loss Transfer to/From Cus	come gain	\$ 1,803,187.56 1,663.99 (1,258.73) (572.69) (378.00) 935,642.32	\$ 2,738,284.45 (85.98) 4,923.66 1,444.06 (605.00) 197,494.78
Total Investment Account		\$ 2,738,284.45	\$ 2,941,455.97
Ending Cash and Investme	ent Balance	\$ 3,099,525.34	\$ 3,329,814.38



BANK RECONCILIATION

ACCT.NAME TD Bank

BANK/ACCT# Claims Acct -430-2862184

То From 09/01/15 09/30/15 DATE **BOOK BALANCE AS OF** 09/01/15 \$ 37,387.69 ADD DEPOSITS (PER BANK LEDGER) 2,722.42 SUBTRACT: DISBURSEMENTS (PER BANK LEDGER) 29,066.41 **BOOK BALANCE AS OF** 09/30/15 \$ 11,043.70 **BALANCE PER BANK STATEMENT** 09/30/15 \$12,668.53 **ADD: DEPOSIT IN TRANSIT** DATE AMOUNT TOTAL 0.00 0.00

SUBTRACT: CHECKS OUTSTANDING

PREPARED BY

DATE CHECK# AMOUNT

various various 1,624.83

Patrick J. DeBlasio, CPA

	TOTAL	1,624.83	-	(1,624.83)
LIST ITEMS IN LEDGER NOT ON STA	TEMENT			
DATE AMOUNT	TOTAL	\$ -	_	0.00
LIST ITEMS ON STATEMENT NOT IN DATE AMOUNT				
	TOTAL	-	_	0.00
ADJUSTED BANK BALANCE(BOOK B	SAL)AS OF	09/30/15	-	11,043.70
			Difference	0.00

REVIEWED BY Mary Foulks



SUBTRACT: CHECKS OUTSTANDING

CHECK#

DATE

BANK RECONCILIATION

AMOUNT

ACCT.NAME Bank of America

BANK/ACCT# Custody Investment Acct -602553.1

То From 09/30/15 DATE 09/01/15 **BOOK BALANCE AS OF** 09/01/15 \$ 2,748,624.94 ADD DEPOSITS (PER BANK LEDGER) 603,257.50 SUBTRACT: DISBURSEMENTS (PER BANK LEDGER) 197,494.78 **BOOK BALANCE AS OF** 09/30/15 \$ 3,154,387.66 **BALANCE PER BANK STATEMENT** 09/30/15 \$3,154,387.66 **ADD: DEPOSIT IN TRANSIT** DATE AMOUNT TOTAL 0.00 0.00

	TOTAL	0.00		0.00
LIST ITEMS IN LEDGER NOT ON S	TATEMENT			
	TOTAL	\$ -		0.00
LIST ITEMS ON STATEMENT NOT DATE AMOU				
	TOTAL	-		0.00
ADJUSTED BANK BALANCE(BOOK	K BAL)AS OF	 09/30/15		3,154,387.66
			Difference	0.00

PREPARED BY Patrick J. DeBlasio, CPA REVIEWED BY Mary Foulks



BANK RECONCILIATION

ACCT.NAME Bank of America

BANK/ACCT# D & H Claims Fiduciary Acct -3810-3273-4856

From To 09/01/15 09/30/15

 BOOK BALANCE AS OF
 09/01/15 \$
 10,167.19

 ADD DEPOSITS (PER BANK LEDGER)
 5,478.48

DATE

SUBTRACT:DISBURSEMENTS(PER BANK LEDGER) 7,616.89

BOOK BALANCE AS OF 09/30/15 \$ 8,028.78

BALANCE PER BANK STATEMENT 09/30/15 \$14,363.20

ADD: DEPOSIT IN TRANSIT DATE AMOUNT

TOTAL 0.00 0.00

SUBTRACT: CHECKS OUTSTANDING

DATE CHECK# AMOUNT

08/31/15 check run 6,334.42

TOTAL 6,334.42 (6,334.42) LIST ITEMS IN LEDGER NOT ON STATEMENT **AMOUNT** DATE TOTAL \$ 0.00 LIST ITEMS ON STATEMENT NOT IN LEDGER DATE **AMOUNT** 0.00 ADJUSTED BANK BALANCE(BOOK BAL)AS OF 09/30/15 8,028.78 Difference 0.00

PREPARED BY Patrick J. DeBlasio, CPA REVIEWED BY Mary Foulks



PREPARED BY

Patrick J. DeBlasio, CPA

BANK RECONCILIATION

ACCT.NAME **Bank of America** BANK/ACCT# Claims/Operating Account -3810-3273-1969 From То DATE 09/01/15 09/30/15 **BOOK BALANCE AS OF** 09/01/15 \$ 299,820.47 ADD DEPOSITS (PER BANK LEDGER) 477,438.50 SUBTRACT: DISBURSEMENTS (PER BANK LEDGER) 624,343.80 **BOOK BALANCE AS OF** 09/30/15 \$ 152,915.17 **BALANCE PER BANK STATEMENT** 09/30/15 \$367,400.91 **ADD: DEPOSIT IN TRANSIT AMOUNT** DATE **TOTAL** 0.00 0.00 SUBTRACT: CHECKS OUTSTANDING DATE CHECK# **AMOUNT** 09/15/15 589.00 218 09/15/15 219 3,666.67 09/15/15 220 1,250.00 09/15/15 221 833.33 09/15/15 222 15,250.00 09/15/15 223 18.60 09/15/15 224 0.58 09/15/15 225 10,242.14 09/15/15 226 81,990.57 09/15/15 227 29,871.15 09/15/15 228 29,580.70 09/15/15 229 28,993.00 12,200.00 09/15/15 230 **TOTAL** 214,485.74 (214,485.74) LIST ITEMS IN LEDGER NOT ON STATEMENT **AMOUNT** DATE **TOTAL** \$ 0.00 LIST ITEMS ON STATEMENT NOT IN LEDGER DATE **AMOUNT TOTAL** 0.00 ADJUSTED BANK BALANCE(BOOK BAL)AS OF 09/30/15 152,915.17 Difference 0.00

REVIEWED BY Mary Foulks

Public Entity Joint Insurance Fund Statement of Operations By Fund Year As of August 31, 2015



PUBLIC ENTITY: Joint Insurance Fund	YTD 2015	Year Ended 2014	Fund Balance
Underwriting Income	3,821,732	3,943,511	7,765,243
Loss Contingency Fund	87,685	69,398	157,083
Underwriting Income	3,909,417	4,012,909	7,922,326
Claim Expenses			
Losses	1,724,451	934,950	2,659,400
Loss Adjustment Expenses	78,070	205,673	283,743
IBNR	548,382	1,527,095	2,075,477
EPL Deductible & Co-Insurance	(31,200)	(142,488)	(173,688)
Excess Recoveries	(768,000)	-	(768,000)
WC	-	-	-
GL	(768,000)	-	(768,000)
AL	-	-	-
Property	-	-	-
EPL/POL	-	-	-
Corridor Retention Endorsement	-	-	-
All Lines Aggregate Stop		-	-
Total Claim Expense	1,551,703	2,525,230	4,076,933
Expenses			
Excess Premiums	1,617,108	1,538,932	3,156,040
General Administrative Expenses	969,649	1,005,562	1,975,210
Total Expenses	2,586,757	2,544,494	5,131,251
Underwriting Profit/(Loss)	(229,042)	(1,056,815)	(1,285,857)
Net Realized/Unrealized Gains/(Losses)	(672)	(1,916)	(2,588)
Interest Income	2,181	4,095	6,276
Net Investment Income	1,508	2,179	3,687
Statutory Surplus (Deficit)	(227,534)	(1,054,636)	(1,282,170)
at Previous Month	(214,907)	(1,009,232)	(1,224,139)
Variance	(12,627)	(45,404)	(58,031)

Note 1 : Ultimate losses based upon the 2015 mid-year reserve study.

Note 2: Fund years 2014 and 2015 include an aggregate stop loss protection to cap losses at \$2.7m in 2014 a

Overall Statistics

Total Members	7	6	1,682
Total Claims	803	879	
Total Open Claims	405	205	610
Total Case Reserve Per Claim	2,006	3,910	2,646
Net Loss Ratio**	139.8%	70.2%	102.5%

^{* 2014} year data is annualized based on current trends

^{**} Net loss ratios exclusive of IBNR.

Public Entity Joint Insurance Fund Statement of Operations By Fund Year As of July 31, 2015

PUBLIC EXTITY OF JOINT INSUBANCE FUND	YTD 2015	Year Ended 2014	Fund Balance
Underwriting Income	3,344,016	3,943,511	7,287,527
Loss Contingency Fund	76,724	69,398	146,122
Underwriting Income	3,420,740	4,012,909	7,433,649
Claim Expenses			
Losses	413,945	970,462	1,384,408
Loss Adjustment Expenses	47,623	200,187	247,810
IBNR	943,472	1,452,069	2,395,540
EPL Deductible & Co-Insurance	(31,200)	(142,488)	(173,688)
Excess Recoveries	· · · -	· -	-
WC	-	-	-
GL	-	-	-
AL	-	-	-
Property	-	-	-
EPL/POL	-	-	-
Corridor Retention Endorsement	-	-	-
All Lines Aggregate Stop		-	-
Total Claim Expense	1,373,840	2,480,230	3,854,070
Expenses			
Excess Premiums	1,414,970	1,538,932	2,953,902
General Administrative Expenses	848,443	1,005,562	1,854,004
Total Expenses	2,263,412	2,544,494	4,807,906
Underwriting Profit/(Loss)	(216,511)	(1,011,815)	(1,228,327)
Net Realized/Unrealized Gains/(Losses)	90	(1,042)	(952)
Interest Income	1,514	3,625	5,140
Net Investment Income	1,605	2,583	4,188
Statutory Surplus (Deficit)	(214,907)	(1,009,232)	(1,224,139)
at Previous Month	(205,446)	(965,432)	(1,170,879)
Variance	(9,460)	(43,800)	(53,260)

Note 1 : Ultimate losses based upon the 2015 md-year reserve study.

Note 2: Fund years 2014 and 2015 include an aggregate stop loss protection to cap losses at \$2.7m in 2014 a

Overall Statistics

Total Members	7	6	1,597
Total Claims	718	879	
Total Open Claims	375	210	585
Total Case Reserve Per Claim	685	4,004	1,876
Net Loss Ratio**	36.5%	72.7%	57.0%

^{* 2014} year data is annualized based on current trends

^{**} Net loss ratios exclusive of IBNR.



RESOLUTION NO. 27-15

PUBLIC ENTITY JOINT INSURANCE FUND

(Hereinafter the "FUND")

APPROVING CERTAIN DISBURSEMENTS

WHEREAS, the Bylaws of the PEJIF require that the Fund Commissioners approve all disbursements by a majority vote, and

WHEREAS, the attached bill of items sets forth certain bills or demands for monies;

NOW, THEREFORE BE IT RESOLVED, by the FUND's Board of Fund Commissioners that the attached bill of items totaling **\$147,590.42** is approved for payment.

Date

Adopted: this day by the Board of Fund Commissioners

Secretary

October 27th, 2015- PEJIF Commissioners Meeting Bills List

Date: 10.07.15 Bills List #: 21



Notes	PAY TO	DESCRIPTION	Check #/WT	Invoice Amt.
	Patrick DeBlasio	Treasurer Services October 2015	#231	\$416.64
	Pringle Quinn Anzano	Fund Attorney Invoice #38887	#232	\$542.50
	D & H Alternative	City of Passaic Handling Fees October	#233	\$3,666.67
	Princeton Public Affairs	Governmental Affairs Payments for September & October 2015	#234	\$1,666.66
	The Star Ledger	RFP posting for (3) days & \$139.50 Legal Ad for September Meeting \$18.60	#235	\$153.45
	The NJ Times	RFP Posting for (3) days \$43.50	#236	\$43.50
	Prime Advisors	Quarterly Fee Inv#7124	#237	\$788.00
	Bank of America	2743113 7/1/15-9/30/15	#238	\$1,250.00
	National Safety Council	Training Manuals/Booklets for Passaic	#239	\$612.00
		Total in Checks \$9,139.42	#240	
		WIRE TRANSFERS	WT	
	BGIA	Inv#221477 Safety National Excess WC installment 4 of 4	WT	138,451.00
		Total \$138,451.00		
			Subtotal	\$ 147,590.42

Total \$ 147,590.42



RESOLUTION NO. 28-15

PUBLIC ENTITY JOINT INSURANCE FUND

(Hereinafter referred to as the "FUND")

APPROVING CLAIMS PAYMENTS

BE IT RESOLVED by the Board of Fund Commissioners of the Public Entity Joint Insurance Fund, that confirmation and authorization approval is made in issuance of the attached claims payments totaling \$279,040 against the fund.

Chairman

October 27th, 2015

Date

October 27th, 2015

Date

ADOPTED: this day before the Board of Fund Commissioners:

Secretary



PEJIF MONTHLY PAYMENTS	
YEAR	2015
MONTH	September
D&H	Amount
PASSAIC	
WC	20,393
LIABILITY, PROP & APD	15,152
D&H	
PERTH AMBOY	
WC	36,146
LIABILITY & PROP	8,284
Inservco	
PLAINFIELD	
WC	91,252
LIABILITY & PROP	7,270
	·
D&H	
WNY	
WC	74,036
LIABILITY & PROP	3,664
	·
NIP & D&H	
Roselle	
WC	2,087
Liability & Prop	0
·	
NIP & Inservco	
East Orange	
WC	??
Liability &Prop	??
D&H	
Teaneck	
WC	20,756
Liability & Prop	0.00
·	
PEJIF Total for the month	279,040

	Comments
No Report Provided	
No Report Provided	

Public Entity Joint Insurance Fund

QUARTERLY INVESTMENT REPORT
AS OF 9/30/2015



Prime Advisors, Inc.

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Executive Summary

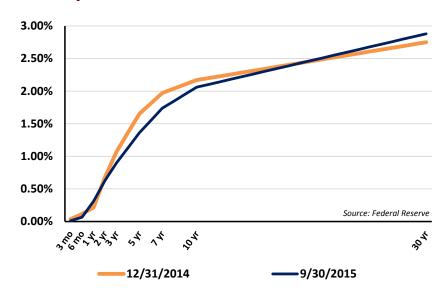
TRANSACTIONS:			
Action	Total	Comments	Average Tax- Equivalent Yield
Sales, Calls, and Maturities	\$775,000	There were no sales this quarter as we look to maintain book yield	0.19%
Purchases	\$1,934,525	We are utilizing a laddered strategy in US Treasury securities out to 2 years. Throughout the quarter, we continued to build out the portfolio adding maturities between February and September of 2017.	0.66%

PORTFOLIO STATISTICS:										
Quarter Ending:	06/30/2015	09/30/2015								
Tax-Equivalent Book Yield	0.29%	0.55%								
Book Value	\$1,999,958	\$3,150,758								
Projected Tax-Equivalent Annual Income	\$5,885	\$17,182								
Unrealized Gain	\$136	\$3,081								
YTD Realized Gain	\$0	\$0								
Portfolio Duration	0.73	1.39								
Average Credit Quality	AAA	AAA								

PORTFOLIO A	ALLOCATION	N:
Sector	06/30/2015	09/30/2015
Treasury	69%	100%
Agency	30%	0%
Credit	0%	0%
Exempt Muni	0%	0%
Taxable Muni	0%	0%
MPT	0%	0%
СМО	0%	0%
ABS	0%	0%
CMBS	0%	0%
Short-Term	1%	0%

PERFORMANCE	:		
Tax-equivalent Performance	Portfolio	Target/Benchmark	Difference
YTD Booked Income	\$3,839	\$1,980	\$1,859
QTD Total Return	0.16%	0.20%	-0.04%
YTD Total Return	0.29%	0.31%	-0.02%

Treasury Yield Curves



World Bond Yields

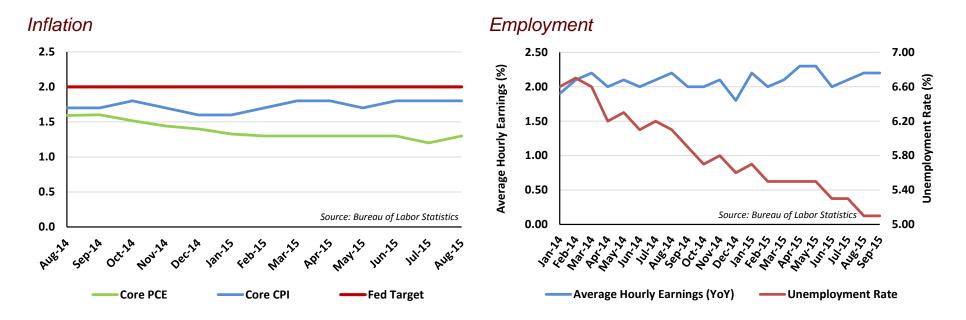
As of 09/30/2015	2 year	10 year
US	0.63%	2.06%
UK	0.57%	1.76%
Germany	-0.26%	0.59%
France	-0.18%	0.98%
Italy	0.12%	1.72%
Spain	0.12%	1.89%
Portugal	0.29%	2.38%
Japan	0.01%	0.35%

Source: Federal Reserve, Bloomberg

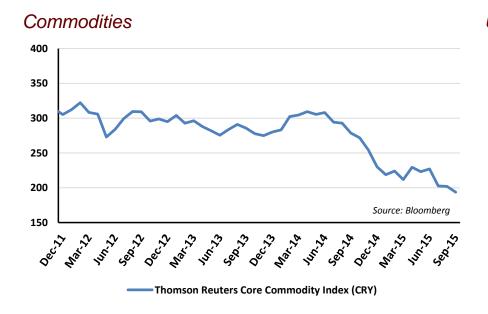
10 Year Treasury Yields YTD

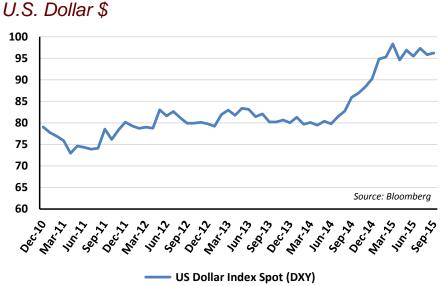


- Fed decided against moving rates higher at the September meeting as deterioration in the Chinese outlook and recent financial volatility played into their decision to delay
- As long as global economic growth remains weak and Fed comments remain dovish, we expect to see continued low levels for U.S. rates
- Some argue Fed's decision to not hike rates is actually hurting economy by giving little incentive for investors to invest and showing little confidence in the recovery
- Demand for Treasury debt maturing inside of a year has been rising, as banks and other financial institutions prefer to hold highly liquid assets as year-end approaches. As a result, we have seen 1 and 3 month T-bill trade with negative yields though out the quarter
- Anxiety over a slowdown in China's economy, the world's second largest, have helped push down prices of riskier assets and widen spreads since the summer
- With the 10 year closing the quarter at 2.04%, we have experienced a 13 basis point fall since year end



- Inflation continues to remain below the 2% target and wage inflation remains contained, providing flexibility to the Fed in deciding course of action
- **Employment** is maintaining growth averaging 198,000 new jobs per month this year, but well off the pace of 260,000 average in 2014
- Unemployment Rate continues to improve falling from 5.7% to 5.1% this year while the Participation Rate remains at the lowest levels since
 1977





Commodities

- Concerns over stagnant global growth and the Chinese economic slowdown has brought significant drag to commodity prices over the last 2 years
- Chinese consumption of commodities will have enormous influence on pricing as it purchases 40-70% of global production in coal, iron, aluminum, steel, and copper
- Oil prices remain depressed and closed 3rd quarter 2015 at \$45.09, significantly below 2014 levels that averaged \$92.32
- For consumers, drop in commodities have been helpful in reducing inflation risks and promoting consumer spending, however it is causing employment pressure in some related industries such as oil, metals and energy sectors

U.S. Dollar

- While increasing rates would help combat future inflation, given current state of global economy it would only pressure U.S. dollar prices higher
- A strong dollar puts downward pressure on US exports while decreasing import inflation, this would be a headwind to the Fed's desire to push inflation to target rate of 2%
- Strength in the US dollar has increased sharply this year, making the decision to raise rate even more difficult

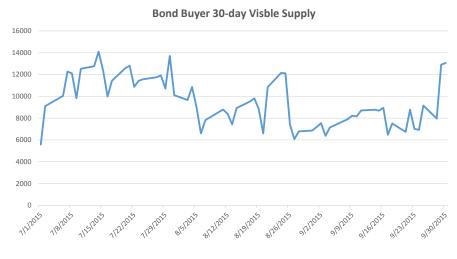
Municipals

The tax exempt municipal market saw pre-tax municipal yields fall and the curve flatten fractionally during the quarter. According to Municipal Market Data, thirty-year AAA pre-tax yields decreased 29 basis points (a basis point is 1/100th of 1.00%) to finish the quarter at 3.04%. At the same time, ten-year AAA yields fell 29 basis points, finishing the quarter at 2.03% and five-year yields fell 15 basis points finishing at 1.27%.

Source: Municipal Market Data

According to Barclays, tax exempt municipals outperformed most other fixed income asset classes over the quarter with the full Municipal Bond Index returning 1.38% through September 25. With declining yields, the best performing maturity buckets were the 15- year (which captures 12 to 17 year maturities) and the Long bucket (22 years and longer maturities).

Declining new issue supply helped drive municipal outperformance. For the first half of the year, heavy supply and tepid demand led to underperformance. Bond Buyer 30-day visible supply averaged almost \$11.3 billion over the first half of the year. For the third quarter, this figure dropped to \$9.4 billion:



Source: Bloomberg

As we enter the fourth quarter, we feel tax exempt municipals are modestly attractive from a relative value perspective versus other asset classes given current pre-tax yield percentages versus Treasuries. In particular, the five year part of the municipal yield curve looks attractive, something we haven't seen in months.

Corporates

Investment grade corporate spreads widened steadily during the third quarter as companies became pressured to prop up their equity returns at the end of the economic cycle. Industrial companies announced acquisitions, split assets into two or more new companies, and/or announced share buybacks. These were financed with new debt issuance that continued at a rapid pace reaching more than \$950 billion year-to-date compared to \$765 billion during the same period in 2014. The new bonds were offered with significant concessions to ensure that the new deals went well. These new issues in turn re-priced the secondary market wider.

Volatility returned to the corporate markets. Select energy and mining company bonds widened in response to concerns over falling commodity prices and reduced global demand for oil and commodities. This created a negative sentiment in corporates and coupled with risk aversion, resulted in spread widening across corporates. Spreads stand at their widest levels for the year.

Ор	tion Adjus	ted Corpor	rate Sprea	ds in Basi	s Points	5 (1)	
Index Sector	8-yr tights 12/31/06	09/30/14	06/30/15	09/30/15	3Q15 Charge	Year to Year Change	Difference from tights
Aggregate Index	38	43	51	59	8	16	21
Corporates	88	112	145	169	24	57	81
Industrials	102	115	153	184	31	69	82
Utilities	102	106	137	152	15	46	50
Financials	69	107	133	145	12	38	76
AAA	53	60	84	90	6	30	37
AA	58	64	86	99	13	35	41
А	86	95	118	132	14	37	46
ВВВ	122	141	184	222	38	81	100
(1) Data from Barcla	ys Capital as	of 09/30/1	5			· · · · ·	· · · · · ·

Prime remains more defensive with our corporate allocation. We will remain up in credit quality to minimize the potential for further spread widening. Banks and utilities remain safe havens for now. Financial company earnings should improve over the intermediate term and will benefit as the Fed moves to normalize rates. We will continue to take advantage of new issues that come to market at concessions to secondary issues. Portfolios will also be positioned to take advantage of the steep yield curve between four and six years, targeting specific points on the credit curve to improve portfolio yield and total return through the roll down effect. Overall we continue to hold a modest overweight to credit but favor top tier names within sectors and ratings buckets.

Mortgage and Asset Backed Securities

The theme this year in mortgage product has been strong demand for high quality assets at a time where supply continues to remain constrained. Fed reinvestments, strong demand from overseas investors, and delayed rate hikes have been positive for MBS year to date as the returns have followed that of Treasuries and agencies. Supply has not added pressure to spreads as refinancing remains muted, new supply has been moderate and the Fed presence dominates new issuance purchases in the market. Spreads have widened only marginally unlike the pressures we have seen in other taxable sectors.

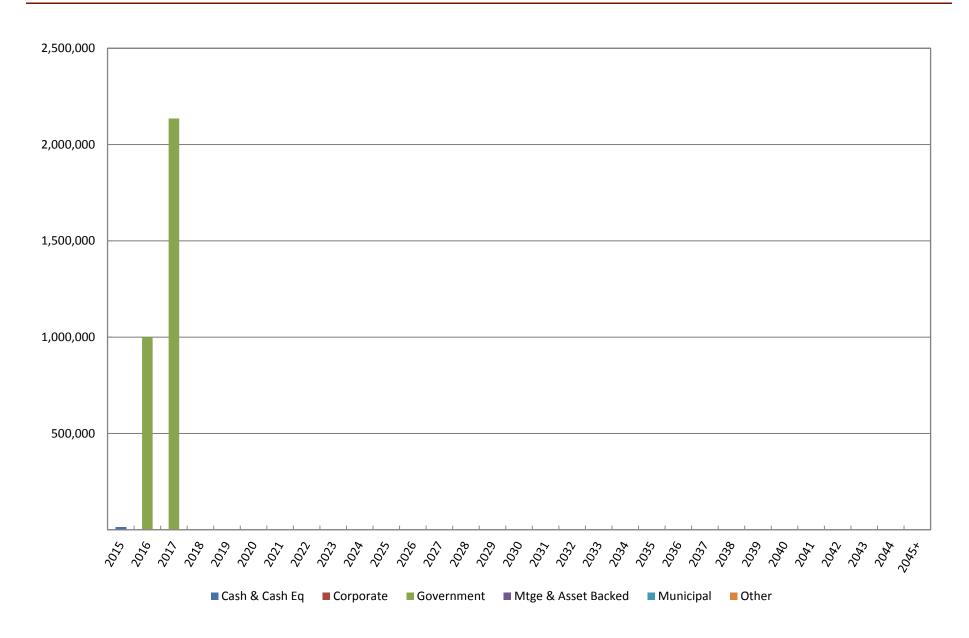
Given the move, Prime has maintained a slight underweight waiting for additional spread pressure for better entry points. Our focus remains in residential mortgage purchases remains in agency-backed products only.

For shorter duration securities, we prefer an allocation to asset-backed securities in lieu of Treasuries, agencies, and higher-rated corporate credits. Bonds currently offer value in 1-5 year maturities and hold superior AAA rated credit quality.

Portfolio Statistics

Security Type	Book Value	Market Value	Gain / (Loss)	Tax-Equivalent Book Yield	Tax-Equivalent Market Yield	Effective Duration	Convexity	Sec	urities at Gain	Se	curities at Loss
								#	Amount	#	Amount
Fixed Income											
Treasury	3,135,360	3,138,441	3,081	0.55	0.48	1.40	0.03	13	3,114	2	(33)
Agency	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
Corporate	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
Taxable Municipal	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
Tax-exempt Municipal	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
Mortgage Pass-	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
CMOs	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
ARMs	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
Asset Backed	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
CMBS	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
Other	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
Total	3,135,360	3,138,441	3,081	0.55	0.48	1.40	0.03	13	3,114	2	(33)
Short Term											
Sweep Money Market	216,371	216,371	0	0.00	0.00	0.00	0.00	0	0	0	0
Commercial Paper	0	0	0	0.00	0.00	0.00	0.00	0	0	0	0
(Payable)/Receivable	(200,972)	(200,972)	0	0.00	0.00	0.00	0.00	0	0	0	0
Total	15,399	15,399	0	0.00	0.00	0.00	0.00	0	0	0	0
Total Fixed Income & \$	Short Term										
Total	3,150,758	3,153,840	3,081	0.55	0.48	1.39	0.03	13	3,114	2	(33)
Equity											
Common Stock	0	0	0					0	0	0	0
Total	0	0	0					0	0	0	0
Grand Total											
Total	3,150,758	3,153,840	3,081					13	3,114	2	(33)

Maturity Schedule By Weighted Average Life



Effective Maturity Schedule

Year	Book Value	Tax Equiv. Book Yield	% of Total Book Value
2015	0	0.00	0%
2016	1,000,888	0.34	32%
2017	2,134,472	0.65	68%
2018+	0	0.00	0%
Subtotal	3.135.360	0.55	100%
(inc. ABS, Agcy, CMBS, C	Corp, Muni, UST)		
MBS	0	0.00	0%
TOTAL	3.135.360	0.55	100%

Performance

Tax-Equivalent Total Return as of 09/30/2015 **Inception Date: 08/01/2014**

	Prime	Benchmark	Difference
Quarter to Date	0.16%	0.20%	-0.03%
Year to Date	0.29%	0.31%	-0.02%
Since Inception	0.32%	0.31%	0.01%

Benchmark Composition:

100.0% PEJIF Duration Matched Treasury

Bond Purchases

Trade Date	CUSIP	Description	Security Type	S&P Rating	Moody's Rating	Coupon	Maturity Date	Call Date	Price	Cost	Pre-Tax Book Yield	Tax-Equivalent Book Yield
07/21/2015	912828B74	US TREASURY N/B	Treasury	AA+	Aaa	0.625	02/15/2017	N/A	100.09	200,173	0.57	0.57
07/31/2015	912828C73	US TREASURY N/B	Treasury	AA+	Aaa	0.875	04/15/2017	N/A	100.48	226,073	0.59	0.59
07/31/2015	912828J92	US TREASURY N/B	Treasury	AA+	Aaa	0.500	03/31/2017	N/A	99.89	224,755	0.57	0.57
07/31/2015	912828SY7	US TREASURY N/B	Treasury	AA+	Aaa	0.625	05/31/2017	N/A	99.97	209,927	0.64	0.64
08/14/2015	912828XJ4	US TREASURY N/B	Treasury	AA+	Aaa	0.625	06/30/2017	N/A	99.82	249,552	0.72	0.72
08/28/2015	912828XP0	US TREASURY N/B	Treasury	AA+	Aaa	0.625	07/31/2017	N/A	99.89	224,763	0.68	0.68
09/10/2015	912828TM2	US TREASURY N/B	Treasury	AA+	Aaa	0.625	08/31/2017	N/A	99.78	199,563	0.74	0.74
09/10/2015	912828TS9	US TREASURY N/B	Treasury	AA+	Aaa	0.625	09/30/2017	N/A	99.69	199,376	0.78	0.78
09/30/2015	912828TW0	US TREASURY N/B	Treasury	AA+	Aaa	0.750	10/31/2017	N/A	100.17	200,344	0.67	0.67
Total										1,934,525	0.66	0.66

Bond Sales, Calls & Maturities

Trade Date	Trade Type	CUSIP	Description	Security Type	S&P Rating	Moody's Rating	Coupon	Effective Maturity	Maturity Date	Price	Book Value	Realized Gain/(Loss)	Pre-Tax Book Yield	Tax-Equivalent Book Yield
07/02/2015	Maturity	3135G0LN1	FNMA	Agency	AA+	Aaa	0.500	07/02/2015	07/02/2015	100.00	200,000	(0.20	0.20
07/31/2015	Maturity	912828VN7	US TREASURY	Treasury	AA+	Aaa	0.250	07/31/2015	07/31/2015	100.00	175,000	(0.13	0.13
08/28/2015	Maturity	313383V81	FHLB	Agency	AA+	Aaa	0.375	08/28/2015	08/28/2015	100.00	200,000	(0.20	0.20
09/28/2015	Maturity	3135G0NV1	FNMA	Agency	AA+	Aaa	0.500	09/28/2015	09/28/2015	100.00	200,000	(0.24	0.24
Total											775,000		0.19	0.19

Appendix

Detailed Portfolio Report

Portfolio Holdings Report

CUSIP	Date Acquired	S&P Rating	Moody's Rating	Quantity	Description	Coupon	Effective Maturity	Maturity	Original Cost	Book Value	Market Value	Unrealized Gain/(Loss)	Book Yield	Market Yield	Effective Duration	Avg Life	Convexity
Money Marke	et																
99C001734	09/10/2015			216,371 BA	NK OF AMERICA/MERRILL	0.00			216,371	216,371	216,371	0	0.00	0.00	0.00	0.00	
-	09/30/2015			(200,972) Sec	curities (Payable) / Receivable	0.00			(200,972)	(200,972)	(200,972)	0	0.00	0.00	0.00	0.00	0.00
Total Money	Market			15,399					15,399	15,399	15,399	0	0.00	0.00	0.00	0.00	
Treasury																	
912828B41	04/20/2015	AA+	Aaa	200,000 US	TREASURY N/B	0.38	01/31/2016	01/31/2016	200,274	200,117	200,188	71	0.20	0.09	0.33	0.33	0.00
912828B74	07/21/2015	AA+	Aaa	200,000 US	TREASURY N/B	0.63	02/15/2017	7 02/15/2017	200,173	200,151	200,378	227	0.57	0.49	1.37	1.38	0.03
912828C40	04/20/2015	AA+	Aaa	200,000 US	TREASURY N/B	0.38	03/31/2016	3 03/31/2016	200,251	200,133	200,218	85	0.24	0.16	0.50	0.50	0.00
912828C73	07/31/2015	AA+	Aaa	225,000 US	TREASURY N/B	0.88	04/15/2017	7 04/15/2017	226,073	225,972	226,159	187	0.59	0.54	1.53	1.54	0.03
912828F88	04/20/2015	AA+	Aaa	150,000 US	TREASURY N/B	0.38	10/31/2016	3 10/31/2016	149,842	149,888	149,958	70	0.44	0.40	1.08	1.08	0.02
912828H29	04/27/2015	AA+	Aaa	250,000 US	TREASURY N/B	0.63	12/31/2016	5 12/31/2016	250,655	250,490	250,485	(5)	0.47	0.47	1.25	1.25	0.02
912828H78	06/29/2015	AA+	Aaa	200,000 US	TREASURY N/B	0.50	01/31/2017	7 01/31/2017	199,969	199,974	200,092	118	0.51	0.47	1.33	1.34	0.02
912828J92	07/31/2015	AA+	Aaa	225,000 US	TREASURY N/B	0.50	03/31/2017	7 03/31/2017	224,755	224,779	224,975	197	0.57	0.51	1.49	1.50	0.03
912828SY7	07/31/2015	AA+	Aaa	210,000 US	TREASURY N/B	0.63	05/31/2017	7 05/31/2017	209,927	209,933	210,166	233	0.64	0.58	1.65	1.66	0.04
912828TM2	09/10/2015	AA+	Aaa	200,000 US	TREASURY N/B	0.63	08/31/2017	7 08/31/2017	199,563	199,574	199,992	418	0.74	0.63	1.91	1.92	0.05
912828TS9	09/10/2015	AA+	Aaa	200,000 US	TREASURY N/B	0.63	09/30/2017	7 09/30/2017	199,376	199,390	199,914	524	0.78	0.65	1.99	2.00	0.05
912828TW0	09/30/2015	AA+	Aaa	200,000 US	TREASURY N/B	0.75	10/31/2017	7 10/31/2017	200,344	200,344	200,316	(28)	0.67	0.67	2.06	2.08	0.05
912828WQ9	04/20/2015	AA+	Aaa	200,000 US	TREASURY N/B	0.50	06/30/2016	6 06/30/2016	200,415	200,261	200,356	95	0.33	0.26	0.74	0.75	0.01
912828XJ4	08/14/2015	AA+	Aaa	250,000 US	TREASURY N/B	0.63	06/30/2017	7 06/30/2017	249,552	249,581	250,148	567	0.72	0.59	1.74	1.75	0.04
912828XP0	08/28/2015	AA+	Aaa	225,000 US	TREASURY N/B	0.63	07/31/2017	7 07/31/2017	224,763	224,774	225,097	323	0.68	0.60	1.82	1.83	0.04
Total Treasu	ry			3,135,000					3,135,932	3,135,360	3,138,441	3,081	0.55	0.48	1.40	1.41	0.03
Grand Total				3,150,399					3,151,330	3,150,758	3,153,840	3,081	0.55	0.48	1.39	1.40	0.03

Glossary of Terms

Security Types				
Adjustable Rate Mortgage (ARM)	A mortgage in which the interest rate is changed at regular intervals to reflect fluctuations in market interest rates. Because the borrower takes some of the risk of rising interest rates, the initial rate may be lower than that on a fixed-rate mortgage. There are often limitations on the interest rate change from one period to the next, with a rate cap for the life of the loan.			
Agency	A fixed income security issued by a government-sponsored agency, such as Ginnie Mae, Freddie Mac, or the Tennessee Valley Authority. Depending of the issuer, these bonds may or may not be backed by the full faith and credit of the U.S. government.			
Asset-Backed Security (ABS)	A fixed income security backed by the cash flows from loans or leases. Auto loans, home equity loans, and credit card receivables are the most common assets backing these securities. Principal and interest payments made by borrowers are redirected to owners of ABS to meet the scheduled coupon and principal payments.			
Collateralized Mortgage Obligation (CMO)	A security similar to a mortgage-pass through. In a CMO, the principal and interest received from borrowers is split into different classes called tranches. The structure of CMO payment tranches makes the timing of cash flows more certain for owners of some tranches and less certain for owners of other tranches. More uncertain tranches typically provide higher yields.			
Commercial Mortgage- Backed Security (CMBS)	A fixed income security backed by the cash flows from commercial real estate mortgages. All principal and interest from the mortgages flow to bond holders in a defined sequence. Common types of real estate involved are apartment buildings, office and retail space, hotels, and health care facilities.			
Corporate (Corp)	A fixed income security issued by a private corporation.			
Mortgage Pass-Through (MPT)	A fixed income security backed by the cash flows from residential mortgages. Monthly principal and interest payments made by borrowers are redirecte to owners of MPTs as they are received. Because borrowers may prepay their mortgages (perhaps due to refinancing or selling the house), the timing cash flows on these securities is uncertain.			
Preferred Stock (Preferred)	Capital stock having priority over a corporation's common stock in the distribution of dividends. In the event of a liquidation, preferred stock's claim on assets ranks above that of common stock but below that of bank loans or corporate bonds.			
Tax-exempt Municipal (ExMuni)	A fixed income security, issued by a state or municipality, paying interest that is exempt from federal income tax. Interest may or may not be exempt from state and local tax.			
Taxable Municipal (TaxMuni)	A fixed income security, issued by a state or municipality, paying interest that is subject to federal income tax. Typically issued much less commonly than tax-exempt municipals.			
Treasury	A marketable fixed income security issued by the U.S. Department of the Treasury and backed by the full faith and credit of the U.S. government.			

Glossary of Terms

Definitions				
Average Life	The dollar-weighted average time to maturity of a stream of principal cash flows. Also referred to as "weighted average life" or "WAL".			
Basis Point (bp)	1/100 of 1% (or equivalently .0001).			
Benchmark	An index against which performance can be measured. Attributes of a good benchmark include:			
	Objective: The index should be identified ahead of the time, it should be easily understood, and the construction rules should be clearly defined.			
	Replicable: The manager should be able to replicate the returns passively.			
	Relevant: The index should represent the manager's neutral position. In other words, without the manager's input, the index should represent a reasonable portfolio the company would purchase.			
	Tax Adjusted: The benchmark should adjust for the different tax rates on various security types			
Book Income	Dollars of investment income that flow through an insurance company's income statement. This is equal to coupon received plus any accretion/ (amortization) of book value. It can also include any <u>realized</u> gains or losses in the portfolio.			
Book Value	The value of a security that is reflected on an insurance company's balance sheet. For fixed income securities on a statutory and tax basis this is the amortized value. The amortized value periodically writes up any accrual of purchase discount (or writes down amortization of premium) over the life of th security. The amortized value holds the underlying "book yield" constant and therefore does not swing with movements in the market.			
Book Yield	The average annual yield which a bond purchased and held to maturity will earn over the period it is owned. This is generally fixed at the time of purchase of the security. The book yield can be used to calculate the book value of the security at any time between purchase and maturity.			
Cash Flow	Interest and principal payments from the securities in a fixed income portfolio. A bullet (non-callable) bond will typically pay a coupon payment every 6 months, with a return of principal at maturity. For mortgage-backed securities and asset-backed securities, cash flows generally arrive monthly from both interest and principal. This principal portion contains both the planned return of principal and prepayment of principal due to reasons such as mortgage refinancing.			
Convexity	Describes the sensitivity of a bond's duration to a change in yield. As yields decrease, duration increases on bonds with positive convexity and decreases on bonds with negative convexity. This causes bonds with negative convexity to underperform when yields increase or decrease by large amounts.			
Credit Risk	The risk that the issuer of a fixed income security may default and be unable to make timely interest and principal payments on the security.			
Duration	The sensitivity of a bond's price to a change in yield. Duration generally increases for bonds with longer maturities, meaning these bonds are more sensitive to yield changes. Bond price and yield move in opposite directions. Example: A bond with a duration of 5.0 would experience a price decrease of 5% for every 1% (100 bps) increase in interest rates.			

Glossary of Terms

Definitions (cont.)				
DYCARR SM	A proprietary model designed specifically for P/C insurance companies to maximize investment income while managing interest rate risk (see definition.) The model applies stress tests to projected operational cash flow and finds the likelihood that bonds in the portfolio will need to be liquidated in order to meet cash flow needs (such as the payment of losses). This may allow a company to invest in longer duration securities with higher yields.			
FICO Score	A generic credit score developed by Fair, Isaac and Company, Inc., designed to predict the likelihood of borrowers becoming delinquent in their credit obligations.			
Gross Domestic Product (GDP)	The total market value of all final goods and services produced in a country in a given year; it is equal to total consumer, investment, and government spending, plus exports, minus imports.			
Interest Rate Risk	The risk to a bondholder that an increase in interest rates will cause bond prices to fall. Interest rates and market prices for fixed income securities generally move in opposite directions. Interest rate changes are the largest cause of changes in the market value of a bond portfolio.			
Loan to Value (LTV)	A lending risk assessment ratio used in mortgage lending. LTV is calculated by dividing the mortgage amount by the lesser of appraised value or selling price. Residential mortgage loans conforming to agency guidelines have LTV ratios of 80% or lower at origination. Lenders will frequently require lower LTV ratios for commercial or investment properties.			
Market Value	Estimated value of the bond based on current market price. This value fluctuates continually with interest rates and perceived risk of the issuer. Reflects the amount that could be received by selling the bond.			
Option Adjusted Spread (OAS)	The portion of a bond's yield which is attributable to the credit risk of a bond as perceived by the market. This allows for comparison between bonds with or without embedded options such as calls, puts, and prepayment features.			
Realized Gain/(Loss)	Difference between market and book value when a bond is sold. If market is greater than book value the bond was sold at a realized capital gain. Realized capital gains/(losses) flow through an insurer's income statement.			
Tax Equivalent Yield	Yield adjusted for taxes, which allows for comparison of taxable bonds to tax-exempt bonds. Calculated by dividing after-tax yield by 0.65 (1 minus 35%).			
Total Return	The return on a security or portfolio that reflects both income and price change. Assumes that the security or portfolio is priced using fair value at the end of the evaluation period.			
Unrealized Gain/(Loss)	The difference between market value and book value on a bond. If market value is greater than book value the bond is at an unrealized gain. Under statutory accounting rules, changes in unrealized gain/(loss) do not affect income.			
Volatility Adjusted Duration	A portfolio duration which has been adjusted for the lower observed price volatility seen in tax-exempt municipal bonds. Historically municipals appear to have about 15% lower price volatility than their stated durations suggest; this measure takes that observance into account.			
Whole Loan	An original residential mortgage loan; distinct from a pooled pass-through which contains multiple loans. Non-agency CMOs use whole loans as collateral They usually include jumbo mortgages and other mortgages which do not conform to the standards required for securitization by the agencies (GNMA, FNMA, FHLMC).			
Yield	The implied return achievable for purchasing a bond at a given price.			

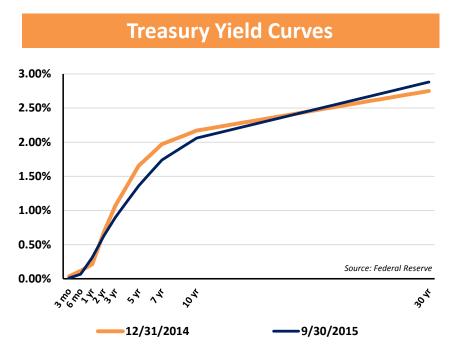
Appendix

Presentation Overview

Overview

- Economic overview and market update
- Portfolio review
- Performance

Treasury Yields and World Bond Yields



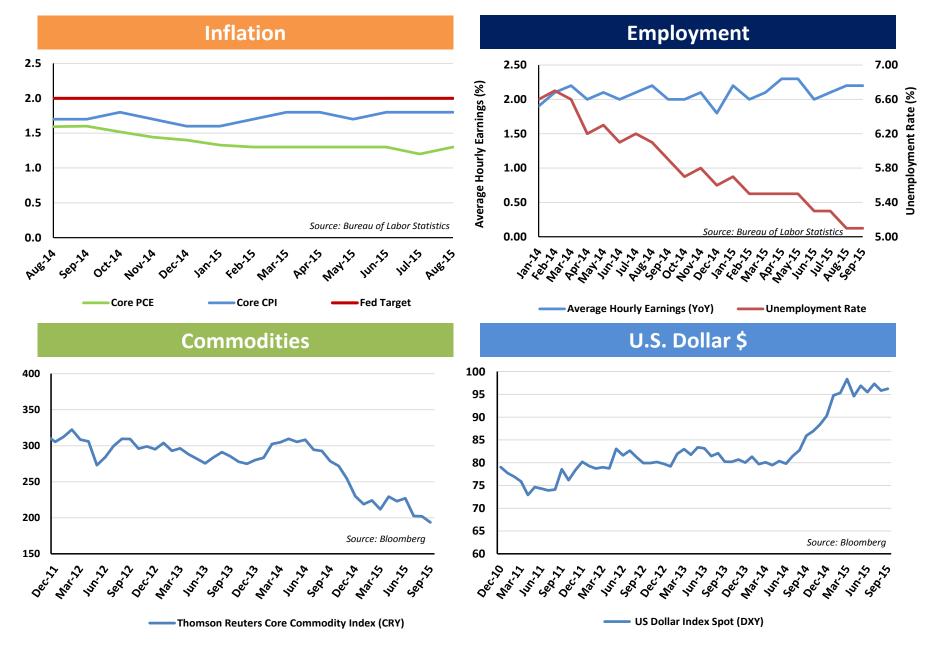


US Treasury Yields		
	12/31/2014	9/30/2015
3 Month	0.04%	0.01%
2 Year	0.68%	0.63%
10 Year	2.17%	2.06%
30 Year	2.75%	2.86%

	World Bond Yield	S
As of 09/30/2015	2 year	10 year
US	0.63%	2.06%
UK	0.57%	1.76%
Germany	-0.26%	0.59%
France	-0.18%	0.98%
Italy	0.12%	1.72%
Spain	0.12%	1.89%
Portugal	0.29%	2.38%
Japan	0.01%	0.35%

Source: Federal Reserve, Bloomberg

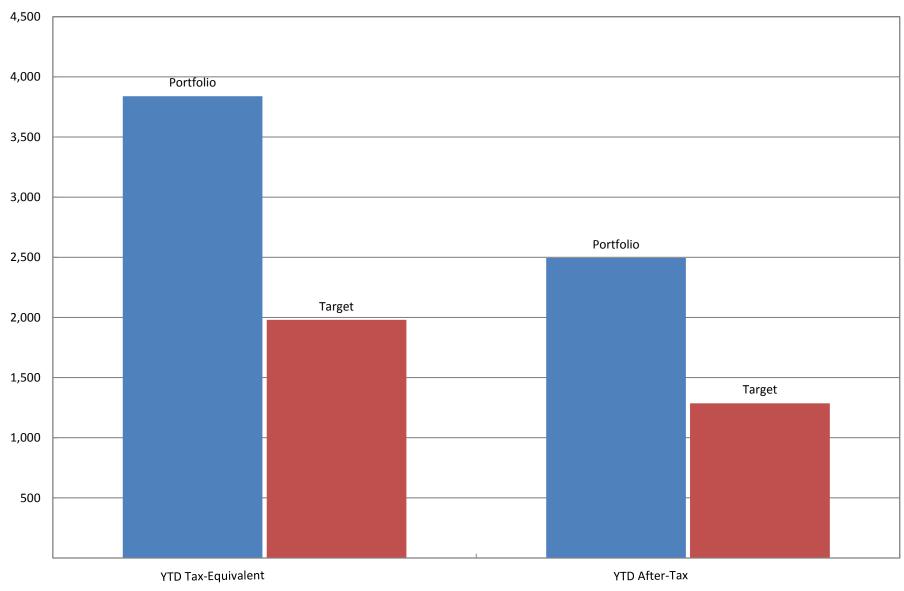
Key Fed Indicators



Portfolio Changes

Public Entity Joint Insurance Fund	09/30/2014	12/31/2014	03/31/2015	06/30/2015	09/30/2015
Treasury Yields					
2 yr Treasury Yield	0.59%	0.68%	0.56%	0.64%	0.63%
5 yr Treasury Yield	1.78%	1.66%	1.38%	1.63%	1.38%
10 yr Treasury Yield	2.51%	2.17%	1.93%	2.33%	2.06%
Book Statistics					
Tax-Equivalent Book Yield	0.17%	0.17%	0.17%	0.29%	0.55%
Book Value (\$)	999,661	999,476	1,000,513	1,999,958	3,150,758
Projected Tax-Equivalent Income, next 12 months (\$)	1,694	1,693	1,692	5,885	17,182
Unrealized Gains/(Losses) (\$)	208	(54)	192	136	3,081
YTD Realized Gains/(Losses) (\$)	0	0	0	0	0
Portfolio Risk Statistics					
Effective Duration	0.82	0.57	0.33	0.73	1.39
Convexity	0.01	0.01	0.00	0.01	0.03
Weighted Average Life	0.82	0.57	0.33	0.73	1.40
Average Rating	AA+	AAA	AAA	AAA	AAA
Portfolio Sector Allocation					
Treasury	38%	38%	37%	69%	100%
Agency	60%	60%	60%	30%	0%
Corporate	0%	0%	0%	0%	0%
Taxable Municipal	0%	0%	0%	0%	0%
Tax-exempt Municipal	0%	0%	0%	0%	0%
Mortgage Pass-Through	0%	0%	0%	0%	0%
CMOs	0%	0%	0%	0%	0%
ARMs	0%	0%	0%	0%	0%
Asset Backed	0%	0%	0%	0%	0%
CMBS	0%	0%	0%	0%	0%
Cash & Cash Equivalents	2%	2%	2%	1%	0%

Year to Date, as of 09/30/2015



Performance

Tax-Equivalent Total Return as of 09/30/2015 **Inception Date: 08/01/2014**

	Prime	Benchmark	Difference
Quarter to Date	0.16%	0.20%	-0.03%
Year to Date	0.29%	0.31%	-0.02%
Since Inception	0.32%	0.31%	0.01%

Benchmark Composition:

100.0% PEJIF Duration Matched Treasury



JIF Member	ISSUED	CERT HOLDER	COVERAGE	HOLDER DESCRIPTION
			•	
				Certificate holder is included as additional insured (Premises Owner) as respects the City of East
			2015	Orange's use of Cicely Tyson School on 11/10/15 for the City's Police and Fire Department Award
City of East Orange	9/23/2015	East Orange School District	GL/AL/WC	Ceremony. *
			2015	Certificate holder is included as additional insured (Funding Partner) plus waiver of subrogation as
City of Passaic	9/29/2015	Microsoft Corporation	GL/AL/WC	respects the KaBoom Community Partner Playground Contract. *
			2015	Certificate holder is included as additional insured (Funding Partner) plus waiver of subrogation as
City of Passaic	9/29/2015	The CarMax Foundation	GL/AL/WC	respects the KaBoom Community Partner Playground Contract. *
				Evidence of insurance as respects the City of Perth Amboy Recreation Department sponsored Girls
City of Perth Amboy	9/22/2015	Monroe Township	2015 GL	Travel Softball Team.
only of the critical and of	3/22/2013	Momoe rownsinp	2013 02	
			2015	Certificate holder is included as an additional insured (Grantor) as respects the Safe Places to Play
City of Perth Amboy	9/24/2015	U.S. Soccer Foundation	GL/AL/WC	Synthetic Grass Fields Program Grant Agreement. *
				The County of Union, its Board of Chosen Freeholders, its servants, agents & employees are included
			2015	as additional insured as respects the Borough of Roselle - Roselle First Initiative Workforce Innovations
Borough of Roselle	10/6/2015	County of Union	GL/AL/WC	and Opportunities Act Youth Program Grant Program sponsored by the County of Union. *
			2015	
Borough of Roselle	10/8/2015	NJ Dept of Health	GL/AL/WC	Evidence of Insurance
-		·		
				The County of Union, its Board of Chosen Freeholders, officers, employees, agents, servants and the
				State of New Jersey are included as Additional Insured under the General Liability policy as respects
				the Borough of Roselle's activities held at Union County Parks. The General Liability insurance
				coverage is provided on a primary and non-contributory basis to the County of Union et. al. Where
Davassah af Dasalla	40/0/2045	Country of Union	201F CI	applicable a waiver of subrogation in favor of the above-named additional insured is to be included in
Borough of Roselle	10/8/2015	County of Union	2015 GL	those policies of insurance where permitted by law. *
				Evidence of insurance as respects the Township of Teaneck's annual food drive held in the certificate
Township of Teaneck	9/17/2015	Stop and Shop	2015 GL	holder's parking lot on 11/14 and 11/15.
	5,1,,2015	erop and onop		