



MEMORANDUM

TO: BURLCO JIF Fund Commissioners
FROM: Jodi Palmeri, Senior Financial Analyst
DATE: April 26, 2016
RE: Quarterly MEL Loss Ratio Snapshot

Loss Ratio Report

Attached you will find your individual MEL Loss Ratio Snapshot for Fund Years 2010 through 2015 valued as of March 31, 2016. The report reflects your respective loss ratio performance compared to the Fund in both table and graph format for all Lines of Coverage.

The reports serve as a mechanism for members to analyze their respective claims position and understand how the loss ratio calculation works.

Loss Ratio is defined as **Incurred Claims** (paid claim amounts + open case reserves) divided by **Loss Funds**.

To illustrate, a member with an annual loss fund assessment of \$100,000 compared to \$40,000 in incurred claims has a 40% **Loss Ratio**. The member is defined as a **Net Giver**, because they are giving 60% more to the Fund than they take in losses.

A loss ratio of 100% represents the breakeven point at which a member's contributed loss funds equal the amount of claims incurred.

A member with an annual loss fund assessment of \$100,000 compared to \$140,000 in incurred claims has a 140% **Loss Ratio**. The member is defined as a **Net Taker**, because they are taking 40% more from the MEL than they contribute in paid loss funds.

Claim File Report

Attached to the report you will also find a listing of all MEL claim files for your municipality for Fund Years 2010 through 2015.

We encourage each member to review the status of all files listed.

If you have any questions regarding a specific file, please contact the applicable adjuster listed. All adjuster phone numbers are listed on the Fund website at www.burlcojif.org. If you have a question on this report, please contact our office.

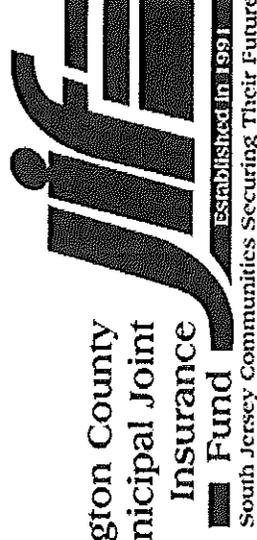
Copy: Risk Management Consultants
File: BURLCO/GEN/MEL Loss Ratio Snapshot; Tab: March 31, 2016

**Burlington County Municipal Joint Insurance Fund
MEL Loss Ratio Snapshot & File Summary**

March 31, 2016

Pemberton Township

**Burlington County
Municipal Joint
Insurance
Fund**



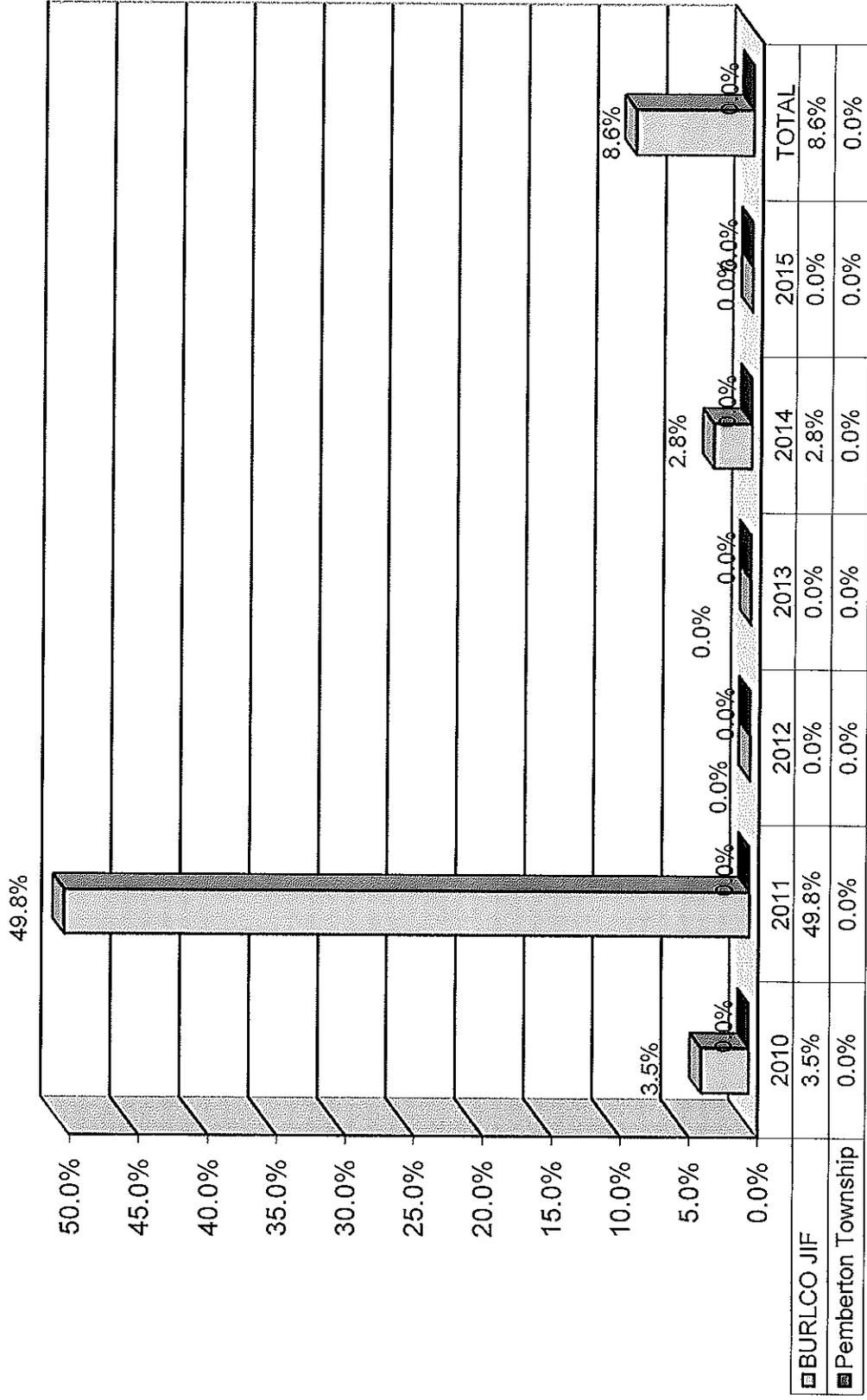
Burlington County Municipal Joint Insurance Fund
Six Year Cumulative MEL Loss Ratio Summary
March 31, 2016

	2010	2011	2012	2013	2014	2015	TOTAL
BURLCO JIF							
LOSS FUNDS	569,250	602,885	665,047	701,999	693,420	712,192	3,944,793
CLAIMS INCURRED	20,069	300,366	-	-	19,561	-	339,996
LOSS RATIO	3.5%	49.8%	0.0%	0.0%	2.8%	0.0%	8.6%

PEMBERTON	-	-	-	85,639	82,030	83,570	251,240
TOWNSHIP	-	-	-	-	-	-	-
LOSS RATIO	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

PLEASE NOTE: Claims Incurred includes any money that has been paid on the claim (expenses, medical, settlement, etc) and reserves established by the TPA to account for the anticipated ultimate cost of the claim (expenses, medical, settlement, etc.)

MEL LOSS RATIO SUMMARY - MARCH 31, 2016



LOSS RATIO