
ANNUAL

SELF-INSURANCE CLAIM FUND

2020

**FINANCIAL
REPORT**



Public Utility Board

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DEPARTMENT OF PUBLIC UTILITIES

CITY OF TACOMA

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CITY OF TACOMA, WASHINGTON
DEPARTMENT OF PUBLIC UTILITIES
Doing Business As

SELF-INSURANCE CLAIM FUND

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Financial Data (Unaudited)

Management Discussion and Analysis

The following discussion and analysis of the financial performance of the Self-Insurance Fund provides an overview of the financial activities for the years ended December 31, 2020, 2019 and 2018. The information presented here should be read in conjunction with the financial statements as a whole, including the footnotes and other supplementary information that is provided.

Overview of the Financial Statements

The City of Tacoma Finance Department and the management of the Self-Insurance Fund are responsible for preparing the accompanying financial statements and for their integrity. The statements were prepared in accordance with generally accepted accounting principles applied on a consistent basis and include amounts that are based on management's best estimates and judgments.

The basic financial statements, presented on a comparative basis for the years ended December 31, 2020 and 2019, include Statements of Net Position, Statements of Revenues, Expenses and Changes in Net Position, and Statements of Cash Flows. The Statements of Net Position present information on all of the Fund's assets and liabilities, with the difference between the two reported as net position. The Statements of Revenues, Expenses, and Changes in Net Position report all of the revenues and expenses during the time periods indicated. The Statements of Cash Flows provide information on cash receipts and disbursements during the year and report changes in cash resulting from operations, investing and financing activities.

The notes to the financial statements, presented at the end of the basic financial statements, provide additional disclosures that are essential to a full understanding of the data provided in the financial statements. They are an integral part of the Fund's presentation of financial position, results of operations, and changes in cash flows.

Management has established and maintains a system of internal control that provides reasonable assurance as to the integrity and reliability of the financial statements, the protection of assets from unauthorized use or disposition and the prevention and detection of fraudulent financial reporting. The system of internal control provides for appropriate division of responsibility and is documented by written policies and procedures. The concept of reasonable assurance is based on the recognition that the cost of a system of internal control should not exceed the benefits derived.

Financial Statement Analysis

The Fund is reporting a net gain of \$2.0 million in 2020 compared to a net gain of \$2.4 million recorded in 2019. Total revenues decreased by \$18,000 and total expenses increased by \$409,000 for the year.

In 2019, the Fund reported a net gain of \$2.4 million compared to a net gain of \$1.5 million recorded in 2018. Total revenues decreased by \$1.2 million and total expenses decreased by \$2.1 million for the year.

Selected Financial Information

(in thousands)

Category	2018	2019	2020
Premiums	\$3,240	\$1,840	\$1,840
Interest	<u>119</u>	<u>273</u>	<u>255</u>
Total Income	3,359	2,113	2,095
Total Expenses	<u>1,814</u>	<u>(290)</u>	<u>119</u>
Change in Net Position (Net Income)	\$1,545	\$2,403	\$1,976
Current Assets	\$7,868	\$9,133	\$10,173
Accounts Payable Claims	5,159	4,007	3,095
Other Liabilities	<u>13</u>	<u>27</u>	<u>4</u>
Total Liabilities (Current)	<u>5,172</u>	<u>4,034</u>	<u>3,099</u>
Total Net Position	\$2,696	\$5,099	\$7,074

Revenues

Self-Insurance fund revenues are contributions from the Power, Water and Rail funds and the interest earned. Total revenues were \$2.1 million for 2020 and 2019.

Expenses

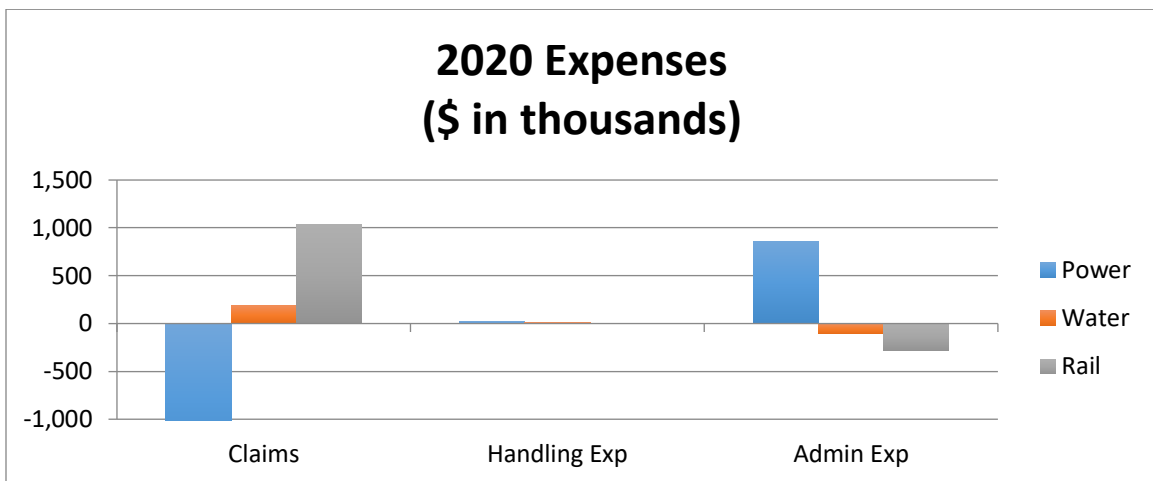
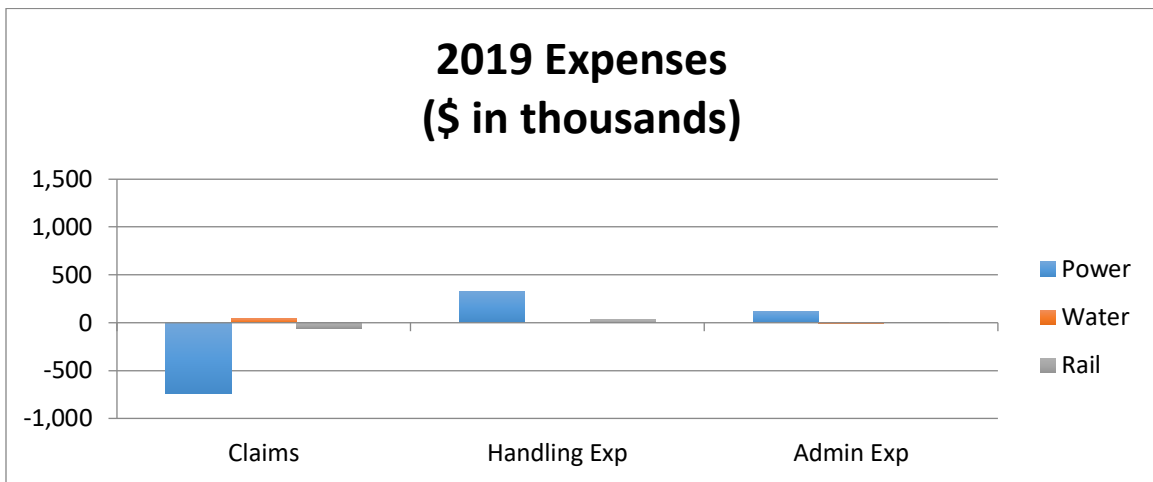
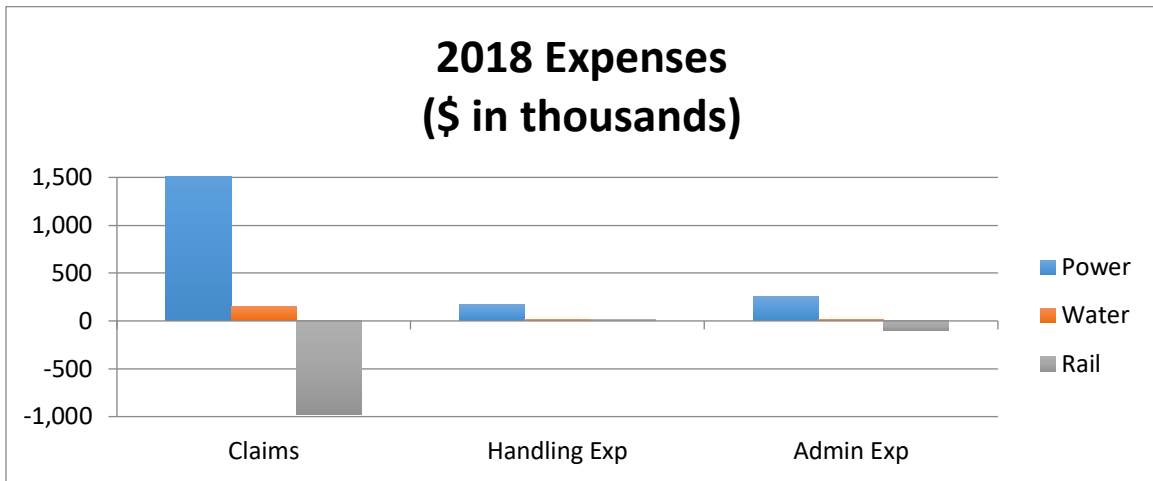
Self-Insurance fund expenses include claims and handling expenses paid during the year, adjustments to accrued claims and administrative expenses. Support Services claims and handling expenses are allocated to Power and Water only and based on each fund's percentage of combined claims and handling expense for the year. Administrative expenses are allocated to Power, Water and Rail funds based on each fund's percentage of total claims incurred during the year.

Total expenses in 2020, 2019 and 2018 were \$119,000, negative \$290,000, and \$1.8 million respectively. The increase or decrease in expenses from year to year is primarily due to adjustments in expected future developments accrued by the Fund. Negative claims expense is generally the result of adjustments to the liability where expected claims were accrued in one year and subsequently denied or revised the next year.

Claims expense was negative \$7,000 for 2020, an increase of \$746,000 (99.0%) compared to 2019. This is due to the increase in claims from Rail, Support, and Water of \$1.1 million, \$367,000, and \$144,000 respectively, offset with the decrease in claims from Power of \$855,000.

Litigation Expense and Settlements decreased by \$323,000 primarily due to the decrease of \$303,000 and \$30,000 in handling expenses for Power and Rail respectively, offset with the increase of \$8,000 in handling expenses for Water.

Incidental and Administrative Expense decreased by \$14,000 primarily due to less staff hours spent on Rail claims and no time spent on Click! claims compared to 2019.



Self-Insurance Claims

Claims paid by the Fund generally fall into four distinct categories. The following table illustrates the impact the various types of claims had on the Fund in 2020, 2019, and 2018.

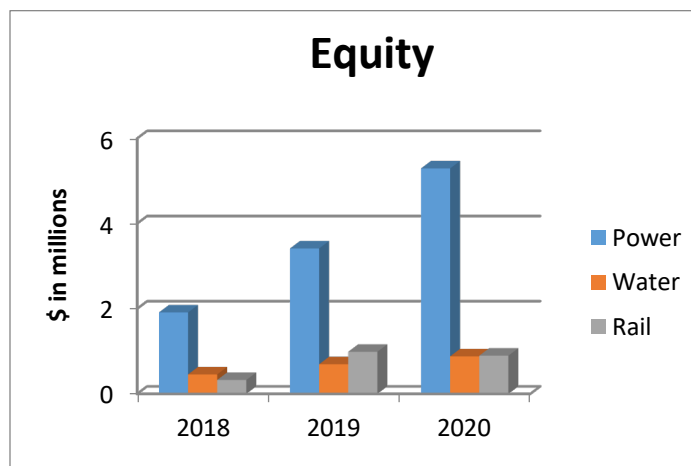
Category	2018	2019	2020
Non-Vehicular (Bodily Injury/Property Damage)	\$2,090,768	\$502,481	\$807,453
Vehicular (Bodily Injury/Property Damage)	40,043	96,781	97,359
Total Claims Paid	\$2,130,811	\$599,262	\$904,812

This table compares the balances that have been accrued as accounts payable claims at year-end 2020, 2019, and 2018 for these same four categories.

Category	2018	2019	2020
Non-Vehicular (Bodily Injury/Property Damage)	\$5,080,204	\$3,927,596	\$3,025,854
Vehicular (Bodily Injury/Property Damage)	79,265	79,250	68,950
Total Accrued Accounts Payable Claims	\$5,159,469	\$4,006,846	\$3,094,804

Equity

The Fund's equity at the end of 2020 is \$7.1 million compared to \$5.1 million in 2019 and \$2.7 million in 2018. The following graph provides a visual presentation as to how the Fund's equity is shared.



Request for Information

Self-Insurance financial statements are designed to provide a general overview of the Division's finances, as well as to demonstrate the Division's accountability to its customers, investors, creditors, and other interested parties. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to City of Tacoma, Finance Department, 747 Market Street, Room 132, Tacoma, WA 98402-2773.

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Financial Statements (Unaudited)

City of Tacoma, Washington
Department of Public Utilities
Self-Insurance Claim Fund

Statements of Net Position (Unaudited)
December 31, 2020 and December 31, 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
CURRENT		
Cash and Equity in Pooled Investments	<u>\$10,173,376</u>	<u>\$9,132,661</u>
TOTAL ASSETS	<u><u>\$10,173,376</u></u>	<u><u>\$9,132,661</u></u>
 NET POSITION AND LIABILITIES		
NET POSITION		
Restricted:		
Interfund Contributions	<u>\$7,074,379</u>	<u>\$5,098,885</u>
TOTAL NET POSITION	<u>7,074,379</u>	<u>5,098,885</u>
CURRENT LIABILITIES		
Accounts Payable Claims	3,094,804	4,006,846
Accounts Payable Claims Handling	<u>4,193</u>	<u>26,930</u>
TOTAL LIABILITIES	<u>3,098,997</u>	<u>4,033,776</u>
TOTAL NET POSITION AND LIABILITIES	<u><u>\$10,173,376</u></u>	<u><u>\$9,132,661</u></u>

These statements should be read with the Notes to the Financial Statements contained in the previous year-end Financial Report.

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City of Tacoma, Washington
Department of Public Utilities
Self-Insurance Claim Fund

Statements of Revenues, Expenses and Changes in Net Position (Unaudited)
December 31, 2020 and December 31, 2019

	December 2020	December 2019
INCOME		
Premiums	\$153,333	\$153,333
Interest	166,641	71,042
TOTAL INCOME	319,974	224,375
EXPENSES		
Claims	(1,307,721)	142,869
Litigation Expense and Settlements	2,884	25,048
Incidental and Administrative Expense	8,729	9,291
TOTAL EXPENSES	(1,296,108)	177,208
CHANGE IN NET POSITION	<u>\$1,616,082</u>	<u>\$47,167</u>
TOTAL NET POSITION - JANUARY 1		
TOTAL NET POSITION - DECEMBER 31		

YEAR-TO-DATE			
December 2020	December 2019	2020/2019 VARIANCE	PERCENT CHANGE
\$1,840,000	\$1,840,000	-	0.0%
<u>254,615</u>	<u>273,031</u>	<u>(18,416)</u>	-6.7%
2,094,615	2,113,031	(18,416)	-0.9%
(7,230)	(753,360)	746,130	99.0%
30,382	353,458	(323,076)	-91.4%
<u>95,969</u>	<u>109,738</u>	<u>(13,769)</u>	-12.5%
<u>119,121</u>	<u>(290,164)</u>	<u>409,285</u>	141.1%
1,975,494	2,403,195	(427,701)	-17.8%
<u>5,098,885</u>	<u>2,695,690</u>	<u>2,403,195</u>	
<u><u>\$7,074,379</u></u>	<u><u>\$5,098,885</u></u>	<u><u>\$1,975,494</u></u>	

These statements should be read with the Notes to the Financial Statements contained in the previous year-end Financial Report.

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City of Tacoma, Washington
Department of Public Utilities
Self-Insurance Claim Fund

Equity Distribution (Unaudited)
As of December 31, 2020

	TACOMA POWER	TACOMA WATER	TACOMA RAIL	TOTAL
Balance January 1, 2020	\$3,414,539	\$695,989	\$988,357	\$5,098,885
Contributions (Premiums)	1,000,000	240,000	600,000	1,840,000
Claims (1)	1,596,068	(184,343)	(1,033,800)	377,925
Claims Handling Expense (2)	(20,330)	(8,454)	(35)	(28,819)
Administrative Expenses (3)	(857,324)	104,897	284,200	(468,227)
Interest Income (4)	162,327	32,857	59,431	254,615
Balance December 31, 2020	<u>\$5,295,280</u>	<u>\$880,946</u>	<u>\$898,153</u>	<u>\$7,074,379</u>
GASB 10 Adjustments (5)	<u>(5,295,280)</u>	<u>(880,946)</u>	<u>(898,153)</u>	<u>(7,074,379)</u>
Adj Balance December 31, 2020	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(1) Service divisions' claims of \$370,695 have been deducted from this area.

(2) Service divisions' claims handling of \$1,563 have been deducted from this area. These costs have been allocated to Power and Water divisions based on the ratio of claims activity to date. Service division does not provide support to Rail.

(3) Service divisions' claims handling of \$372,258 have been added to Administrative Expenses. These costs have been allocated to Power and Water divisions based on the ratio of claims activity to date. Service division does not provide support to Rail.

(4) Effective 2017, interest income has been allocated to each division based on the allocated cash balance as of the date of this statement.

(5) Tacoma Power, Water and Rail divisions have adjusted year-end balances to include their share of the equity in the Self Insurance Fund.

City of Tacoma, Washington
Department of Public Utilities
Self-Insurance Claim Fund

Statements of Cash Flows (Unaudited)

	YEAR TO DATE	
	December 31, 2020	December 31, 2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Premiums Received	\$1,840,000	\$1,840,000
Claims Paid	(904,812)	(599,262)
Administrative and Other Expenses	(149,088)	(248,761)
Net Cash Flows from Operating Activities	786,100	991,977
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	254,615	273,031
Net Cash Flows from Investing Activities	254,615	273,031
Net Change in Cash and Equity Cash and Equity in Pooled Investments	1,040,715	1,265,008
Cash and Equity in Pooled Investments at January 1	9,132,661	7,867,653
Cash and Equity in Pooled Investments at December 31	\$10,173,376	\$9,132,661

	YEAR TO DATE	
	December 31, 2020	December 31, 2019
Reconciliation of Net Income (Loss) to Net Cash Flows from Operating Activities:		
Net Income (Loss)	\$1,975,494	\$2,403,195
Adjustments to Reconcile Net Income (Loss) to Net Cash Flows from Operating Activities:		
Interest Income	(254,615)	(273,031)
Cash from Changes in Operating Assets and Liabilities:		
Interdivision Payable	-	(10,610)
Accounts Payable Claims	(912,042)	(1,152,623)
Accounts Payable Claims Handling	(22,737)	25,046
Total Adjustments	(1,189,394)	(1,411,218)
Net Cash Flows from Operating Activities	<u>\$786,100</u>	<u>\$991,977</u>

City of Tacoma, Washington
Department of Public Utilities
Self-Insurance Claim Fund

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Self-Insurance Claim Fund was established in 1979 by City of Tacoma Ordinance No. 21863. Its purpose is to account for all monetary transactions required to carry out a self-insurance program for Tacoma Power and Tacoma Water of the City of Tacoma, Department of Public Utilities. Its first year of full operation was 1981. In November 1985, under the terms of City of Tacoma Ordinance No. 23513, Tacoma Rail became a participant in the self-insurance program.

Insurance Coverage. In 1994 with insurance prices becoming more reasonable, all divisions again elected to purchase insurance for third party liability losses to which they may be exposed. Coverage levels are \$60 million for Tacoma Power and Tacoma Water with a \$1.5 million retention and \$100 million aggregate coverage with a \$50 million limit per occurrence for Tacoma Rail with \$1 million retention. The policies for Tacoma Power, Tacoma Water, Tacoma Rail and Public Officials coverage are "occurrence based" type policies. Additionally, all divisions now have Public Officials Liability Insurance; coverage is \$2.25 million for each wrongful act with \$5 million aggregate coverage with a \$250,000 retention level for each wrongful act. The Department has also purchased "All Risk" property damage insurance. Coverage applies to select properties, vehicles and equipment.

Basis of Financial Statements. The Self-Insurance Fund is an Internal Service Fund of the City of Tacoma operated by the Department of Public Utilities.

Cash and Equity in Pooled Investments. The Fund's cash balances are a "deposit" with the City Treasurer's Tacoma Investment Pool (TIP) for the purpose of maximizing interest earnings through pooled investment activities. Cash and equity in pooled investments in the TIP are reported at fair value and changes in unrealized gains and losses are recorded in the Statements of Revenues, Expenses and Changes in Net Position. Interest earned on such pooled investments is allocated daily to the participating funds based on each fund's daily equity in the TIP.

The TIP operates like a demand deposit account in that all City departments, including the Division, have fund balances which are their equity in the TIP. Accordingly, balances are considered to be cash equivalents.

The City of Tacoma Investment Policy permits legal investments as authorized by state law including Certificates of Deposit with qualified public depositories (as defined in Chapter 39.58 of the Revised Code of Washington (RCW)), obligations of the U.S. Treasury, Government Sponsored Agencies and Instrumentalities, bonds issued by Washington State and its Local Governments with an A or better rating, general obligation bonds issue by any State or Local Government with an A or better rating, Bankers' Acceptances, Commercial Paper, Repurchase and Reverse Repurchase agreements, and the Washington State Local Government Investment Pool (LGIP).

Daily liquidity requirement to meet the City's daily obligations is maintained by investing a portion of the City's Investment Pool in the LGIP.

The Fund's equity in that portion of the City of Tacoma Investment Pool held in qualified public depositories at December 31, 2020 and 2019 is entirely covered by the Federal Deposit Insurance Corporation (FDIC) and the Washington State Public Deposit Protection Commission (WSPDPC).

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, longer term investments have greater exposure to changes in market interest rates. The City of Tacoma investment policy allows for authorized investments up to 60 months to maturity. One way the City manages its exposure to interest rate risk is by timing cash flows from maturities so that portions of the portfolio are maturing over time to provide cash flow and liquidity needed for operations.

Incurred but Not Reported (IBNR). The Fund uses accrual basis of accounting for recognizing not only claims that have been asserted where probable loss is estimable but also cases where incidents have occurred but where claims have not been reported. For incurred but not reported incidents, a reasonable estimate has been made of the potential expense where it appears probable that a claim will be asserted.

NOTE 2 INVESTMENTS MEASURED AT FAIR VALUE

The City measures and records its investments 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, where fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1 - Level 1 inputs are quoted (adjusted) prices in active markets for identical assets or liabilities that the government can access at the measurement data. Observable markets include exchange markets, dealer markets, brokered markets and principal-to-principal markets.
- Level 2 - Level 2 inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs are sourced from pricing vendors using models that are market-based and corroborated by observable market data including: quoted prices; nominal yield spreads; benchmark yield curves; and other corroborated inputs.
- Level 3 - Level 3 inputs are unobservable inputs for the asset or liability and should only be used when relevant Level 1 or Level 2 inputs are unavailable.

The fair value evaluations are provided by Interactive Data.

Cash and cash equivalents include highly liquid investments including short-term investment funds. Cash and cash equivalents are valued at cost and, therefore, excluded from the fair value schedule.

Data regarding the City's investments, valued and categorized according to the above outlined levels, is below:

	As of 12/31/2020	Level 1	Level 2	Level 3
Securities				
U.S. Treasury Securities	\$ 371,578,276	\$ -	\$ 371,578,276	\$ -
U.S. Agency Securities	491,827,203	-	491,827,203	-
Supranational Securities	10,065,910	-	10,065,910	-
Municipal Bonds	11,664,518	-	11,664,518	-
Corporate Securities	62,803,670	-	62,803,670	-
	<u>\$ 947,939,577</u>	<u>\$ -</u>	<u>\$ 947,939,577</u>	<u>\$ -</u>

	As of 12/31/2019	Level 1	Level 2	Level 3
Securities				
U.S. Treasury Securities	\$ 394,034,439	\$ -	\$ 394,034,439	\$ -
U.S. Agency Securities	449,502,580	-	449,502,580	-
Supranational Securities	20,035,790	-	20,035,790	-
Municipal Bonds	17,764,606	-	17,764,606	-
Corporate Securities	63,736,264	-	63,736,264	-
	<u>\$ 945,073,679</u>	<u>\$ -</u>	<u>\$ 945,073,679</u>	<u>\$ -</u>

Self Insurance's share of the City Investments shown in the table above is 0.90% and 1.57% for 2020 and 2019.

NOTE 3 PENDING LEGAL ACTIONS AND CLAIMS FOR WHICH THE EXPOSURE TO LIABILITY MAY EXCEED \$300,000 PER OCCURRENCE.

Miscellaneous. Tacoma Public Utilities has received several miscellaneous claims that either do not allege significant amounts, or that the Legal Department has determined do not pose a risk of liability to the Utilities.

NOTE 4 COVID-19 PANDEMIC

In February 2020, the Governor of the state of Washington declared a state of emergency in response to the spread of the deadly new virus known as COVID-19. In the months following the declaration, precautionary measures to slow the spread of the virus were ordered. These measures included closing schools, cancelling public events, limiting public and private gatherings, and restricting business operations, travel and non-essential activities.

The COVID-19 pandemic is ongoing, and the duration and severity of the crisis are uncertain. The City and the Division took aggressive budget actions in early 2020 to manage the impacts of COVID-19. The actions included, but are not limited to, the following: reduction of 2020 revenue projections, eliminated discretionary spending, cancelled planned projects, established purchasing and contract freezes, established a hiring freeze, put certain staff on temporary furloughs and did targeted lay-offs. Other actions the City took in response to COVID-19 included, but are not limited to, the following: instituted telework for all non-frontline service staff, health screening for employees reporting to City facilities, implemented an Emergency Leave Program for employees

impacted by COVID-19, provided additional funding for Rental Assistance programs, and provided additional funding for utility bill assistance. The City and the Division will continue to monitor the community impacts of COVID-19 and remain flexible on responding to community needs.

In 2020, Self-Insurance Claim Fund did not receive any Coronavirus Aid, Relief, and Economic Security Act (CARES Act).

NOTE 5 SUBSEQUENT EVENTS

On March 11, 2021, the American Rescue Plan Act (“ARPA”) was signed into law. ARPA provides \$350 billion to help states, counties, cities and tribal governments cover increased expenditures, replenish lost revenue and mitigate economic harm from the COVID-19 pandemic. Based on allocation projections, the City anticipates receiving approximately \$63.0 million in ARPA assistance. Funds received under the ARPA may be used for authorized purposes relating to mitigating the fiscal effects of the COVID-19 pandemic, including responding to the public health emergency, providing governmental services, and making certain infrastructure investments, among other purposes. The City will monitor and apply for additional Federal and State support for expenses related to responding to the COVID-19 pandemic if and as such relief becomes available.

While the full impact of the COVID-19 pandemic on the City, the Division and the regional economy is currently uncertain, the City and the Division currently believe that the measures they have taken will help mitigate its anticipated revenue shortfall. The City and the Division, however, cannot predict the duration and extent of the COVID-19 public health emergency, or quantify the magnitude of the impact on the regional and local economy or on the revenues and expenses of the City and the Division. Management will continue to monitor the situation closely, but given the uncertainty about the situation, it is unable to estimate the full financial impact.

Statistical Data (Unaudited)

City of Tacoma, Washington
Department of Public Utilities
Self-Insurance Claim Fund

Claims Statistics Summary
December 31, 2020

NUMBER OF CLAIMS PAID (JANUARY 1 - DECEMBER 31, 2020)

	Tacoma Power	Tacoma Water	Tacoma Rail	Service Division	Total
Over \$5,000	7	3	2	1	13
\$1,001 - 5,000	15	8	1	-	24
\$501 - 1,000	3	6	-	1	10
\$100 - 500	3	3	-	1	7
Less than \$100	1	1	-	1	3
	29	21	3	4	57
Total Dollar Amount of Claims Paid	\$763,600	\$65,958	\$56,934	\$18,320	\$904,812

NUMBER OF CLAIMS ACCRUED AT DECEMBER 31, 2020

Over \$50,000	2	1	2	1	6
\$10,000 - 50,000	7	3	2	-	12
Less than \$10,000	206	88	8	-	302
	215	92	12	1	320
Total Dollar Amount Accrued for Known Claims	\$760,461	\$334,625	\$1,208,170	\$350,000	\$2,653,256
Total Dollar Amount Accrued for Unknown Claims	\$202,243	\$51,088	\$184,832	\$3,385	\$441,548
Total Dollar Amount Accrued for All Claims	\$962,704	\$385,713	\$1,393,002	\$353,385	\$3,094,804

City of Tacoma, Washington
Department of Public Utilities
Self-Insurance Claim Fund

Claims Statistics Detail
December 31, 2020

NUMBER OF CLAIMS PAID (JANUARY 1 - DECEMBER 31, 2020)

Range	Non-Vehicular Bodily Injury/Property Damage			
	Tacoma Power	Tacoma Water	Tacoma Rail	Service Division
Over \$5,000	4	2	1	-
\$1,001 - 5,000	11	7	-	-
\$501 - 1,000	3	6	-	-
\$100 - 500	2	3	-	-
Less than \$100	1	1	-	1
	21	19	1	1
Total Dollar Amount of Claims Paid	\$704,981	\$54,466	\$47,975	\$30
Average Dollar Amount of Claims Paid	\$33,571	\$2,867	\$47,975	\$30

NUMBER OF CLAIMS ACCRUED AT DECEMBER 31, 2020

Range	Non-Vehicular Bodily Injury/Property Damage			
	Tacoma Power	Tacoma Water	Tacoma Rail	Service Division
Over \$50,000	2	1	2	1
\$10,000 - 50,000	6	2	2	-
Less than \$10,000	187	78	3	-
	195	81	7	1
Total Dollar Amount Accrued for Known Claims	\$718,261	\$322,625	\$1,193,420	\$350,000
Total Dollar Amount Accrued for Unknown Claims	\$202,243	\$51,088	\$184,832	\$3,385
Total Dollar Amount Accrued for All Claims	\$920,504	\$373,713	\$1,378,252	\$353,385

Vehicular Bodily Injury/Property Damage				Contract/Harassment			
Tacoma Power	Tacoma Water	Tacoma Rail	Service Division	Tacoma Power	Tacoma Water	Tacoma Rail	Service Division
3	1	1	1	-	-	-	-
4	1	1	-	-	-	-	-
-	-	-	1	-	-	-	-
1	-	-	1	-	-	-	-
-	-	-	-	-	-	-	-
8	2	2	3	-	-	-	-
\$58,619	\$11,492	\$8,959	\$18,290	-	-	-	-
\$7,327	\$5,746	\$4,480	\$6,097	-	-	-	-

Vehicular Bodily Injury/Property Damage				Contract/Harassment			
-	-	-	-	-	-	-	-
1	1	-	-	-	-	-	-
19	10	5	-	-	-	-	-
20	11	5	-	-	-	-	-
\$42,200	\$12,000	\$14,750	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$42,200</u>	<u>\$12,000</u>	<u>\$14,750</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

City of Tacoma, Washington
Department of Public Utilities
Self-Insurance Claim Fund

Ten-Year Financial Review

STATEMENTS OF NET POSITION	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
ASSETS				
Current	<u>\$3,934,405</u>	<u>\$5,359,525</u>	<u>\$5,681,826</u>	<u>\$6,227,388</u>
TOTAL ASSETS	<u>3,934,405</u>	<u>5,359,525</u>	<u>5,681,826</u>	<u>6,227,388</u>
LIABILITIES				
Current	<u>2,193,523</u>	<u>3,441,738</u>	<u>4,902,069</u>	<u>5,994,441</u>
NET POSITION	<u>1,740,882</u>	<u>1,917,787</u>	<u>779,757</u>	<u>232,947</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$3,934,405</u>	<u>\$5,359,525</u>	<u>\$5,681,826</u>	<u>\$6,227,388</u>
 STATEMENTS OF INCOME				
INCOME				
Premiums	\$744,000	\$2,470,377	\$1,040,004	\$1,040,004
Interest	123,337	78,820	23,559	52,827
Litigation Settlement Refund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>867,337</u>	<u>2,549,197</u>	<u>1,063,563</u>	<u>1,092,831</u>
EXPENSES				
Claims	680,886	1,678,679	1,817,285	1,375,087
Claims Handling Expense	270,349	560,911	248,952	134,293
Incidental & Admin. Expense	<u>118,064</u>	<u>132,702</u>	<u>135,356</u>	<u>130,261</u>
Total	<u>1,069,299</u>	<u>2,372,292</u>	<u>2,201,593</u>	<u>1,639,641</u>
NET INCOME (LOSS)	<u>(\$201,962)</u>	<u>\$176,905</u>	<u>(\$1,138,030)</u>	<u>(\$546,810)</u>

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<u>\$6,855,931</u>	<u>\$7,633,129</u>	<u>\$7,028,558</u>	<u>\$7,867,653</u>	<u>\$9,132,661</u>	<u>\$10,173,376</u>
6,855,931	7,633,129	7,028,558	7,867,653	9,132,661	10,173,376
4,707,462	4,826,678	5,878,150	5,171,963	4,033,776	3,098,997
<u>2,148,469</u>	<u>2,806,451</u>	<u>1,150,408</u>	<u>2,695,690</u>	<u>5,098,885</u>	<u>7,074,379</u>
\$6,855,931	\$7,633,129	\$7,028,558	\$7,867,653	\$9,132,661	\$10,173,376
\$1,240,000	\$1,240,000	\$1,206,667	\$3,240,000	\$1,840,000	\$1,840,000
35,169	61,576	59,596	118,906	273,031	254,615
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1,275,169	1,301,576	1,266,263	3,358,906	2,113,031	2,094,615
(968,980)	350,057	2,464,390	1,441,389	(753,360)	(7,230)
196,895	172,963	318,999	200,729	353,458	30,382
<u>131,732</u>	<u>120,574</u>	<u>138,917</u>	<u>171,506</u>	<u>109,738</u>	<u>95,969</u>
<u>(640,353)</u>	<u>643,594</u>	<u>2,922,306</u>	<u>1,813,624</u>	<u>(290,164)</u>	<u>119,121</u>
\$1,915,522	\$657,982	(\$1,656,043)	\$1,545,282	\$2,403,195	\$1,975,494



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