



**SOUTH DAKOTA PUBLIC ASSURANCE ALLIANCE  
BOARD OF DIRECTORS MEETING**

April 16, 2026

Arrowwood Conference Center at Cedar Shore Resort  
1500 Shoreline Drive  
Oacoma, SD 57365

**AGENDA**

**April 16, 2026—9:00 a.m. CDT**

1. **Call meeting to Order**—Chair Mike Wiese
2. **Roll Call**
3. **Approval of Agenda**
4. **Board Member Disclosures of Potential Conflicts of Interest regarding Agenda Items**
5. **Approval of Minutes** – December 4, 2025
6. **Team Reports**
  - a. Executive Director’s Report—Lynn Bren
  - b. Financial Report—Lynn Bren
  - c. Underwriting Report—Kristina Peterson and Paytra Nichols
  - d. Member Services Report—Becky Brunsing & Hampton Iverson
7. **Service Provider Reports**
  - a. Financial Overview – Kyle Cipperly and Lauren Gilbertson, First National Bank
  - b. Loss Control Report—Tracie Everson, Safety Benefits, Inc.
  - c. Litigation Report—Jeff Jares & Chris Madsen, Claims Associates, Inc.
8. **Executive Session:** Discussing the qualifications, competence, performance, character or fitness of any officer or employee or prospective officer or employee, pursuant to SDCL 1-25-2(1); consulting with legal counsel or reviewing communications from legal counsel about proposed or pending litigation or contractual matters, pursuant to SDCL 1-25-2(3); and discussing marketing or pricing strategies when public discussion may be harmful to the

competitive position of the business owned by the state's political subdivisions, pursuant to SDCL 1-25-2(5).

## 9. Open Discussion

## 10. Old Business

## 11. New Business

### a) ICRMIS Contract

### b) Policy Review Discussion and Actions

#### i. Policies Reviewed – No Changes

- Intergovernmental Contract
- By-Laws
- Strategic Plan
- Code of Conduct
- Contracts Policy
- Data Security Policy
- Foreign Assets Control Policy
- Investment Policy
- Structured Settlement Policy

#### ii. Policies Reviewed – Changes Required

- Administration Policy
- Board of Directors Election Policy
- Business Continuity Policy
- Cyber Incident Response Plan
- Departing Member Policy
- Net Position Policy
- Records Retention Policy
- Board Compensation and Travel Policy

### c) Policy Adoption – New Policies

- NLC Mutual Dividend Policy
- Media Policy
- AI Policy
- Scholarship Program Policy

### d) 2027 Meeting Dates / Locations

12. **Public Comment/Input:** The Chair will impose a time limit of three minutes per speaker and 15 minutes total for public comment/input.

## 13. Adjournment

SOUTH DAKOTA PUBLIC ASSURANCE ALLIANCE  
**BOARD OF DIRECTORS' MEETING**

December 4, 2025

Public participation location: SDML Conference Room, 208 Island Drive, Fort Pierre, SD

Chair Mike Wiese called the meeting to order at 9:00am CST with a roll call. All participated via Zoom.

**Board Members Present:**

Mike Wiese, Chair—Brown County Commissioner, Aberdeen  
Justin Weiland, Vice Chair—City Administrator, Tea  
Kathy Glines, Secretary/Treasurer—Harding County Auditor, Buffalo  
Paullyn Carey—Finance Director, Huron  
Steve Harding—Mayor, Pierre  
Kris Jacobsen—SDACC Executive Director, Pierre  
Adam Karst—Director of Administration, Watertown  
Jason LaFayette—City Administrator, Belle Fourche  
Bruce Outka—Lawrence County Chief Deputy State's Attorney  
Sara Rankin—SDML Executive Director, Fort Pierre  
Michael Schulte—City Administrator, Volga

**Staff Present:**

Lynn Bren, SDPAA Executive Director  
Kristina Peterson, SDPAA Deputy Director/Underwriter  
Paytra Nichols, SDPAA Underwriter  
Becky Brunsing, SDPAA Member Services Representative  
Hampton Iverson, SDPAA Member Services Representative

**Others Present:**

Rob Anderson, May, Adam, Gerdes & Thompson, LLP  
Justin Swarbrick, Aliant Insurance Services  
Tracie Everson, Safety Benefits, Inc.  
Todd Everson, Safety Benefits, Inc.  
Jeff Jares, Claims Associates, Inc.  
Joe Jares, Claims Associates, Inc.  
Chris Madsen, Claims Associates, Inc.  
Kyle Cipperley, First National Bank in Sioux Falls, Wealth Management Department  
Lauren Gilbertson, First National Bank in Sioux Falls, Wealth Management Department  
Lori Butler, SDML Deputy Director  
Lisa Nold, SDML Risk Sharing Services

**APPROVAL OF AGENDA**

Chair Wiese called for approval of the agenda.

- **MOTION:** Moved by Outka, Seconded by Harding to approve the Agenda. Motion carried.

**BOARD MEMBER DISCLOSURES**

Chair Wiese called for notification of any board member's potential conflicts of interest regarding agenda

items. None noted.

### **APPROVAL OF MINUTES**

Chair Wiese called for approval of the September 30, 2025 Board Meeting Minutes.

- **MOTION:** Moved by Weiland, Seconded by LaFayette to approve the Minutes of the meeting held on September 30, 2025. Motion carried.

### **OLD BUSINESS**

**2026 Reinsurance Renewal Recap** - Justin Swarbrick, Alliant Insurance Services

Justin Swarbrick shared a summary of the 2026 reinsurance renewal. Total renewal will be \$8,928,031 with specific areas of coverage premiums for 2026 as follows:

- Property - \$6,968,096
- Liability - \$1,329,147
- Cyber - \$323,426
- Boiler & Machinery - \$255,270
- Crime - \$23,333
- Airport Liability - \$28,758

### **BOARD REPORTS, DISCUSSION & ACTION ITEMS**

**NOMINATING COMMITTEE REPORT** - Committee Chair Paullyn Carey

Carey reported that the Nominating Committee met on November 10, 2025 and recommends the following slate of officers for the 2026 SDPAA Board of Directors: Mike Wiese, Chair; Justin Weiland, Vice-Chair; Kathy Glines, Secretary/Treasurer; Steve Harding, At Large; Sara Rankin, SDML Executive Director, Ex Officio.

- **MOTION:** Moved by LaFayette, Seconded by Karst to approve the 2026 slate of officers proposed. Motion carried.

### **TEAM REPORTS**

**EXECUTIVE DIRECTOR'S REPORT** – Lynn Bren, Executive Director

Bren provided her written report and updated the Board on her activities on behalf of the SDPAA during the Fall. She also provided the 2026 Executive Director goals.

SDPAA Financial Report Highlights:

- Net earnings of (\$3.3) million are down by \$3 million from last year at this time.
- Total liabilities have increased \$9.8 million from a year ago to \$28.3 million.
- Total assets have increased by \$5.6 million from a year ago to \$55.4 million.
- Cash has increased \$1.1 million from last year at this time.
- In summary, when the balance sheet is compared to last year at the same time, assets are up \$5.6 million, liabilities are up \$9.8 million and net position is down \$4.2 million.

**UNDERWRITING REPORT** – Kristina Peterson and Paytra Nichols, Underwriters

Nichols provided a written report and further updated the Board of Directors on preparation for 2026 renewal and the design and development phases with Buildable.

**MEMBER SERVICES REPORT** – Becky Brunsing and Hampton Iverson, Member Services Representatives Brunsing provided a written report and further briefed the Board of Directors on visits to current and potential SDPAA Members. The Member services team has made 56 visits to potential and existing Members this Fall, and total Membership is 519 Members.

**SERVICE PROVIDER REPORTS**

**LOSS CONTROL REPORT** – Tracie Everson, Safety Benefits, Inc.

Everson shared her written report and further updated the Board on the ongoing support provided to Members through various services offered by SBI. She commented on the success of the Fall Safety Conference and the increase in requests for training in 2026. She thanked the board for purchasing hands on fire extinguisher equipment and commented on its current and anticipated use.

**INVESTMENT REPORT** – First National Bank in Sioux Falls Wealth Management Department

Lauren Gilbertson gave an overview of First National Bank involvement with the SDPAA. Kyle Cipperley updated the Board on current market overview and investment strategies and provided the Investment Report as of October 31, 2025.

SDPAA Portfolio Key Highlights:

- Total market value is \$46.5M, up from \$42M on 12/31/24. Net contributions and distributions totaled \$15,000 YTD through 10/31/25.
  - YTD investment return is \$3.6M
  - Total Portfolio annualized rate of return (net of fees) for the trailing 1-, 3-, 5-, and 10-year time period of 6.75%, 6.81%, 1.83%, and 2.15%, respectively.
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- **MOTION:** Moved by Outka, Seconded by Harding to enter into Executive Session at 10:11am for the purpose of consulting with legal counsel or reviewing communications from legal counsel about proposed or pending litigation or contractual matters, pursuant to SDCL 1-25-2(3). Motion carried.

Chair Wiese declared the Executive Session ended at 10:34am.

**OPEN DISCUSSION** – Chair Wiese invited open discussion from the Board Members. None noted.

**NEW BUSINESS**

**OPEN MEETINGS LAW REVIEW**– Rob Anderson, May, Adam, Gerdes & Thompson, LLP

Anderson conducted a review of the Open Meetings Law to educate the SDPAA Board and ensure continued compliance. He noted 2025 revisions which state that public bodies must annually review the open meetings law and clarify that an official meeting specifically includes meetings conducted by electronic means.

The Open Meetings Law Brochure prepared by the SD Attorney General’s Office was reviewed, and the Board was notified that the same is in their OnBoard Resource Folder for future reference.

**2026 SDPAA COMMITTEE ASSIGNMENTS**

Chair Wiese recited the 2026 Committee Assignments:

Executive Committee:

Mike Wiese – Chair  
Justin Weiland – Vice Chair  
Kathy Glines – Secretary/Treasurer  
Steve Harding – At Large  
Sara Rankin – SDML Executive Director

Finance and Audit Committee:

Kathy Glines – Chair  
Justin Weiland  
Michael Schulte  
Jason LaFayette  
Mike Wiese

Nominating Committee:

Paullyn Carey – Chair  
Adam Karst  
Kris Jacobsen  
Bruce Outka  
Mike Wiese

**HARASSMENT TRAINING**

Bren discussed that if the Board would like to view the Harassment Video intended for the training, the same would be assigned. The SDPAA Board's Code of Conduct Policy was discussed, inclusive of a section pertaining to harassment.

**COVERAGE DOCUMENT UPDATE**

Bren advised the Board on changes to the coverage documents. While no significant changes to coverages were made, terminology in the existing document was clarified and expanded. Changes will take effect January 1, 2026. As Members renew, their coverage documents will reflect these changes.

- **MOTION:** Moved by Karst, Seconded by Weiland to accept the coverage document updates. Motion carried.

**EIDE BAILLY ENGAGEMENT MSA**

Chair Wiese advised the Board on changes to the Eide Bailly Master Services Agreement which will allow Eide Bailly to engage in Auditing Services for the SDPAA until the SDPAA terminates the agreement. It was noted that any suggested changes would be reviewed and approved by legal counsel Rob Anderson.

- **MOTION:** Moved by Glines, Seconded by Outka to approve the streamlined engagement process with Eide Bailly through changes in the Master Services Agreement, subject to language approval by General Counsel, Rob Anderson. Motion carried.

**DOCUSIGN AGREEMENT**

Chair Wiese advised the Board that SDPAA wishes to enter a 3-year contract with DocuSign.

- **MOTION:** Moved by Karst, Seconded by Weiland to approve contract with Docusign. Motion carried.

#### **SADDLEBACK ROAD DISTRICT**

Bren advised the Board that a cancellation of coverage letter will be sent to Saddleback Road District.

#### **INTERGOVERNMENTAL CONTRACT UPDATES**

Bren updated the Board on changes to the Intergovernmental Contract which include clarifications to the existing contract on Member representatives to the Board of Directors and Member notice of withdrawal from the SDPAA.

- **MOTION:** Moved by Harding, Seconded by Carey to approve changes to the Intergovernmental Contract. Motion carried.

#### **SDPAA SCHOLARSHIP**

Chair Wiese invited discussion relative to a proposed SDPAA sponsored scholarship. SDPAA staff would like to create five \$1,000 SDPAA sponsored scholarships funded through use of member contributions. The goal is for scholarships will be awarded for use in the Fall 2026 semester and will continue annually after that time. The SDPAA Scholarship Policy will be sent to the Executive Committee for approval.

- **MOTION:** Moved by Outka, Seconded by Weiland to authorize SDPAA staff to create a policy which would govern the SDPAA scholarship program and allow for the addition of a budget item in the 2026 budget. Motion carried.

#### **BUDGET UPDATE**

Kristina Peterson updated the Board on proposed amendments to the 2026 Budget noting adjustment in the amount designated for Buildable, the addition of an amount for a 3-year agreement with Docusign, and the addition of an amount for the proposed 2026 scholarship program. Cumulatively, the changes will add \$119,400 to the budget and no rate/credit changes are necessary. She provided a review of the amount anticipated for reinsurance renewal and updated the Board on Buildable progress. She also advised the Board that the internal name for Buildable will be Phoenix.

- **MOTION:** Moved by Glines, Seconded by Carey to approve the amended 2026 Budget. Motion carried.

#### **AGRiP GOVERNANCE CONFERENCE**

Bren advised the Board that she will register the group for the AGRiP Governance Conference which will take place in Nashville on March 1-4, 2026. She requested that Board Members let her know of intent to attend the Conference as soon as possible and by early January of 2026.

#### **SDML PROMOTIONAL AGREEMENT**

Chair Weise advised the Board that this Agreement is signed annually and details the promotional arrangement that the SDPAA shares with the South Dakota Municipal League.

#### **SDML ADMINISTRATION AGREEMENT**

Chair Weise advised the Board that this Agreement is signed annually and details the internal arrangement that the SDPAA shares with the South Dakota Municipal League.

**SDACC PROMOTIONAL AGREEMENT**

Chair Weise advised the Board that this Agreement is signed annually and details the promotional arrangement that the SDPAA shares with the South Dakota Association of County Commissioners.

**PUBLIC COMMENT** - Chair Wiese invited public comment. None received.

After confirming no additional business and hearing no objections, Chair Wiese declared the meeting adjourned at 12:01pm.

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Kathy Glines, Secretary-Treasurer

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Lisa Nold, SDML Risk Sharing Services



## **SOUTH DAKOTA PUBLIC ASSURANCE ALLIANCE BOARD OF DIRECTORS MEETING**

**April 16, 2026**

### **EXECUTIVE DIRECTOR REPORT**

**By: Lynn Bren**

#### **ACTIVITIES:**

- Researched issues related to claims, internal policies, and Member inquiries
- Participated in Claims Committee meetings regarding matters in litigation
- Addressed numerous risk management, claims, litigation, and coverage-related issues with Members and/or the internal team and outside counsel
- Facilitated Government and Employment Practices Hotline calls
- Facilitated SDPAA Policy Updates/Creation
- Contract review and follow up
- Collaboration with Alliant on various topics
- Prepare for presentations / quotes
- Collaborate with SDML and SDACC on legislative matters
- Collaborate with SDPAA Underwriting Team, Claims and Buildable teams to facilitate ongoing development of new underwriting software solution
- Facilitate ongoing Training of New Hire
- Attended and Presented at SDML District Meetings
- Attended AGRiP Conference
- Attended SDML Rib Dinner
- Attend and present at various County District Meetings

#### **ON-GOING:**

- Monitor communications of Federal, State, and local public agencies and private industry regarding cybersecurity risk management strategies for SDPAA Members
- Monitor claims, litigation, and loss control/risk management activities and act when appropriate and necessary
- Facilitate SDPAA Committee meetings
- Monitor and address various issues relating to SDPAA operations
- Monitor media, newly issued SD Supreme Court and other courts' decisions, and other sources for emerging issues for the SDPAA Members, SDPAA Board of Directors and/or SDPAA team members and Service Providers
- Draft articles for SDML and SDACC/SDACO publications and SDPAA website
- Serve on the Board of Directors for NLC Mutual
- Serve on the Board of Directors for NLC Risc
- Calculate Monthly SDPAA Aggregates
- Website Management

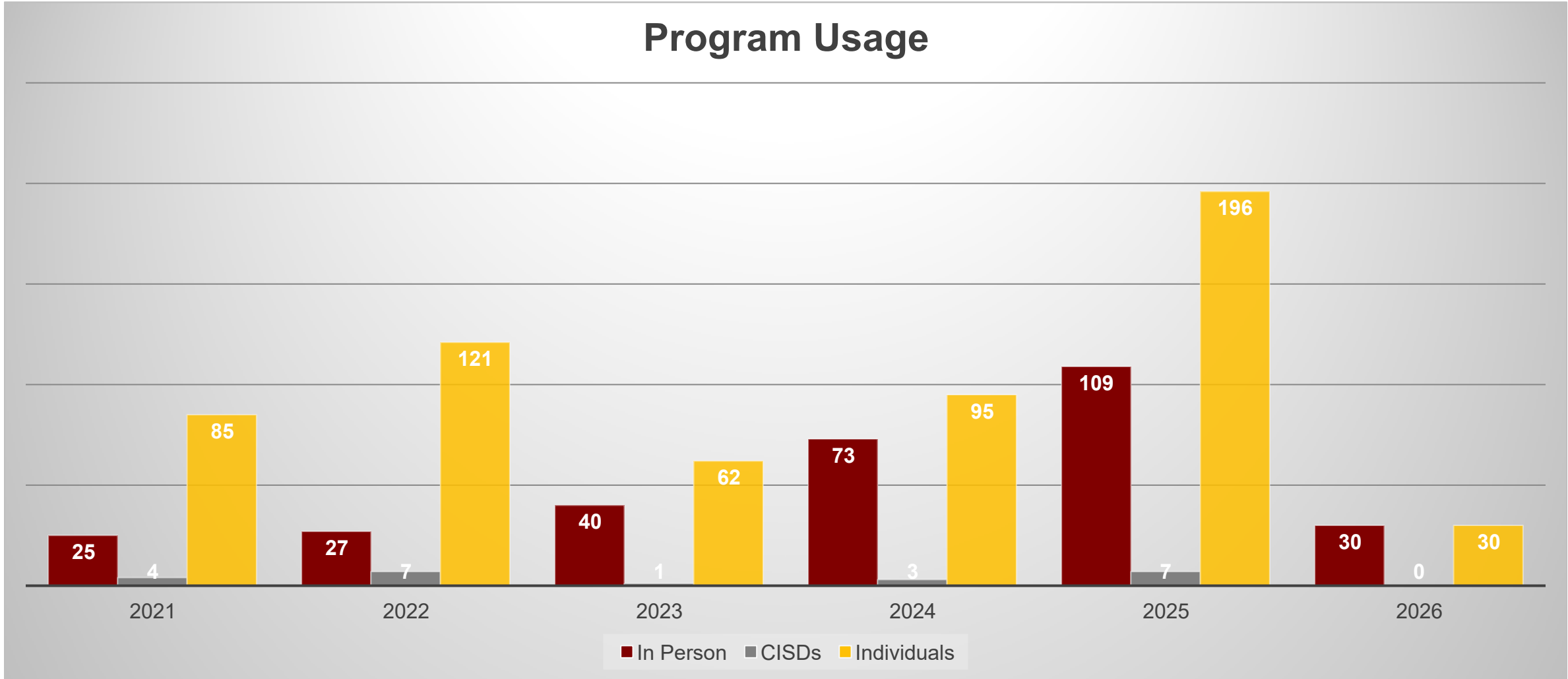
- Attend/Participate in AGRiP New Executives web meetings
- Attend/Participate in NLC Pool Administrators web meetings
- Attend/Participate with Buildable Stand up and Discovery Meetings

UPCOMING:

- SDACO/SDACC Spring Workshop – May 6-7, Pierre
- NLC Risc Board Meeting / Trustees Conference – May 12-15, Savannah GA
- SDACO Deputy Workshop – June 11, Pierre SD
- SDML Human Resources and Finance Officer Schools – June 9-12, Oacoma

# FIRST RESPONDER ASSISTANCE PROGRAM 2021 – Q1 2026

## Program Usage



# FIRST RESPONDER ASSISTANCE PROGRAM

## Top Assessed Clinical Issues

<b>Marital/Relationship</b>	<b>23%</b>
<b>Anxiety</b>	<b>20%</b>
<b>Grief</b>	<b>13%</b>
<b>Personal</b>	<b>7%</b>
<b>Family Other</b>	<b>7%</b>
<b>Stress</b>	<b>7%</b>
<b>Trauma Other</b>	<b>7%</b>

# FIRST RESPONDER ASSISTANCE PROGRAM

During the recent SD Emergency Management Conference, an Emergency Manager stopped by our booth and provided feedback he had received about the 1st Responder Assistance Program.

**“One of the volunteers on the ambulance crew he works had recently used the program. They had been on 3 tough calls in recent months. They called the 800 number and said gaining access to counseling was easy. They got the help they needed and was very appreciative that such a program was available.”**



[www.sdmlwcfund.com](http://www.sdmlwcfund.com)



# Financial Summary

## February 28, 2026

Enclosed are the South Dakota Public Assurance Alliance draft financial statements as of February 28, 2026. The balance sheet and income statement are comparative to February 28, 2025. Below you will find the highlights of these financial statements. Once the 2025 Actuary Report is received, we will update reserve balances which will affect the Net Position. We are also preparing for the annual audit with Eide Bailly. Audit fieldwork is scheduled for the week of April 27<sup>th</sup>.

### Balance Sheet

- Total Assets have increased by \$8.9 million from a year ago to \$62.2 million.
- Cash has decreased \$702,000 from last year at this time.
- Contributions Receivable has increased \$1.4 million from last year and Reinsurance Recoverable has decreased \$902,000 for a total receivable increase of \$524,000.
- Investments have increased \$8.6 million from last year at this time.
- Net Reserves have increased \$6.1 million from last year to \$20.2 million.
- Total Liabilities have increased \$7.8 million from a year ago to \$31 million.
- Total Net Position has increased by \$1.1 million to \$31.2 million.
- In summary, when we compare the balance sheet to last year at the same time, assets are up \$8.9 million, liabilities are up \$7.8 million and net position is up \$1.1 million.

### Income Statement

- Total contributions after credits increased \$2.1 million from last year at this time.
- Losses Paid increased \$961,000 from last year.
- Loss Adjustment Expense increased \$190,000 from last year.
- Total Claims Expenses has decreased \$1.9 million from last year due to the overall change in loss reserves, losses paid and recoveries.
- Total Operating Expenses have increased \$243,000 from last year.
- Interest Income has increased \$26,000 from last year and Total Other Income increased \$274,000 due to the overall change in unrealized gain/(loss).
- Net Earnings of \$3.7 million are up by \$4.1 million from last year at this time.

**SDPAA**  
Balance Sheet  
as of February 28, 2026

	Current Year	Prior Year
<b>ASSETS</b>		
Cash	\$ 4,662,952.23	\$ 5,364,710.36
Receivables	5,086,648.82	4,563,064.58
Investment Securities	42,892,656.20	34,305,636.98
Fixed Asset	111,101.56	54,899.45
Other Assets	9,441,972.43	8,958,783.28
	\$ 62,195,331.24	\$ 53,247,094.65
<b>Total Assets</b>	<b>\$ 62,195,331.24</b>	<b>\$ 53,247,094.65</b>
 <b>LIABILITIES AND NET POSITION</b>		
Accounts Payable	25,323.98	275,859.50
Unearned Contributions	10,775,910.46	8,754,244.40
Gross Reserves	21,048,607.19	14,975,749.18
Less: Reinsurance	833,172.00	833,172.00
	20,215,435.19	14,142,577.18
<b>Net Reserves</b>	<b>20,215,435.19</b>	<b>14,142,577.18</b>
<b>Total Liabilities</b>	<b>31,016,669.63</b>	<b>23,172,681.08</b>
 <b>Net Position</b>		
Members' Equity	27,455,005.89	30,434,539.41
Net Income	3,723,655.72	(360,125.84)
	31,178,661.61	30,074,413.57
<b>Total Net Position</b>	<b>31,178,661.61</b>	<b>30,074,413.57</b>
<b>Total Liabilities &amp; Net Position</b>	<b>\$ 62,195,331.24</b>	<b>\$ 53,247,094.65</b>

**SDPAA**  
Asset Detail  
as of February 28, 2026

	Current Year	Prior Year
<b>Cash</b>		
FNB Checking Account	\$ 3,983,185.86	\$ 3,553,857.24
Claims Checking Account	248,650.83	204,498.97
FNB Money Market Account	431,115.54	1,606,354.15
	\$ 4,662,952.23	\$ 5,364,710.36
	\$ 4,662,952.23	\$ 5,364,710.36
<b>Receivables</b>		
Contributions Receivable	\$ 4,096,020.18	\$ 2,670,463.18
Reinsurance Recoverable	990,628.64	1,892,601.40
Misc Account Receivable	0.00	0.00
	\$ 5,086,648.82	\$ 4,563,064.58
	\$ 5,086,648.82	\$ 4,563,064.58
<b>Investment Securities</b>		
Equity & Exchange Traded Funds	\$ 5,628,546.93	\$ 3,919,377.65
US Treas. & Agency Securities	18,589,614.70	11,292,692.96
Municipal Bonds	10,079,149.54	8,023,143.45
Corporate Bonds	2,779,330.52	3,320,299.95
Certificates of Deposit	5,816,014.51	7,750,122.97
	\$ 42,892,656.20	\$ 34,305,636.98
	\$ 42,892,656.20	\$ 34,305,636.98
<b>Fixed Assets</b>		
Automobile	\$ 134,773.68	\$ 126,351.01
Accum Depr Auto	(31,352.10)	(82,964.28)
Office Equipment	100,854.46	100,854.46
Accum Depr-Office	(93,174.48)	(89,341.74)
	\$ 111,101.56	\$ 54,899.45
	\$ 111,101.56	\$ 54,899.45
<b>Other Assets</b>		
Prepaid Reinsurance	\$ 7,577,072.95	\$ 7,142,341.71
NLC MIC Allocated Earnings	1,277,629.20	1,277,629.20
Accrued Interest Receivable	252,740.16	227,581.77
Prepaid Expenses	334,530.12	311,230.60
	\$ 9,441,972.43	\$ 8,958,783.28
	\$ 9,441,972.43	\$ 8,958,783.28

**SDPAA**  
 Liability Detail  
 as of February 28, 2026

	Current Year	Prior Year
<b>Accounts Payable</b>		
Legal Fee Payable	\$ 1,500.00	\$ 1,500.00
Agent Commission Payable	23,823.98	26,382.13
SDML Admin Expense Payable	0.00	128,663.89
Withdrawn Member Vested Refund	0.00	4,569.20
Reinsurer Funds Held for Claim	0.00	114,744.28
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Total Accounts Payable	\$ 25,323.98	\$ 275,859.50
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<b>Unearned Contributions</b>		
Unearned Contributions	\$ 10,775,910.46	\$ 8,754,244.40
Prepaid Contributions	0.00	0.00
	<hr/>	<hr/>
Total Unearned Contributions	\$ 10,775,910.46	\$ 8,754,244.40
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<b>Reserves</b>		
Claims Reserve - Liability	\$ 7,750,577.43	\$ 4,248,974.61
Claims Reserve - Property	2,885,071.77	2,605,161.59
IBNR - Liability	5,597,731.83	5,486,814.84
IBNR - Property	4,815,226.16	2,634,798.14
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Gross Reserves	21,048,607.19	14,975,749.18
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Less: Reinsurance	833,172.00	833,172.00
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Total Reserves	\$ 20,215,435.19	\$ 14,142,577.18
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Net Position	\$ 27,455,005.89	\$ 30,434,539.41
Net Income	3,723,655.72	(360,125.84)
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Total Net Position	\$ 31,178,661.61	\$ 30,074,413.57
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South Dakota Public Assurance Alliance  
Investment Securities  
as of February 28, 2026

	Rate	Maturity Date	Market Value
<b>Equity and Exchange Traded Funds</b>			
Avantis International Equity Fund			\$ 271,667.91
Avantis International Small Cap Value Fund			\$ 194,169.47
Dimensional International Core Equity			\$ 716,068.33
Dimensional US Large Cap Value #35			\$ 475,018.66
Dimensional US Small Cap #31			\$ 411,510.30
Fidelity 500 Index Fund			\$ 424,303.62
Fidelity International Index Fund			\$ 627,583.12
Invesco S&P 500 Equal Weight ETF			\$ 1,044,117.18
Principal MidCap Fund #4749			\$ 364,872.95
T Rowe Price Blue Chip Growth Fund Inc Class I			\$ 259,100.88
Vanguard Mid-Cap Value Index Fund			\$ 134,260.25
Vanguard Small Cap Value Admiral Fund #5860			\$ 168,462.19
Vanguard Value Index Admiral #506			\$ 477,341.71
Vanguard Windsor Fund			\$ 60,070.39
			<b>\$ 5,628,546.96</b>
<b>US Treasury and Agency Securities</b>			
United States Small Business A	5.88%	11/14/2026	\$ 21,554.01
Vanguard Short-Term Inflation-Protected	0.00%	9/18/2028	\$ 208,583.35
Vanguard Short-Term Inflation-Protected	0.00%	9/18/2028	\$ 167,212.89
Vanguard Short-Term Inflation-Protected	0.00%	9/18/2028	\$ 156,502.70
Vanguard Short-Term Inflation-Protected	0.00%	9/18/2028	\$ 251,507.22
Vanguard Short-Term Inflation-Protected	0.00%	9/18/2028	\$ 250,500.39
United States of America	2.76%	10/6/2028	\$ 40,355.67
Vanguard Intermediate-Term Treasury Index Fund	0.00%	1/24/2031	\$ 204,181.19
Vanguard Intermediate-Term Treasury Index Fund	0.00%	1/24/2031	\$ 516,364.54
Vanguard Intermediate-Term Treasury Index Fund	0.00%	1/24/2031	\$ 101,786.60
Vanguard Intermediate-Term Treasury Index Fund	0.00%	1/24/2031	\$ 151,701.17
Vanguard Intermediate-Term Treasury Index Fund	0.00%	1/24/2031	\$ 193,936.24
Vanguard Mortgage Back Securities Index Fund	0.00%	2/11/2031	\$ 103,517.33
Vanguard Mortgage Back Securities Index Fund	0.00%	2/11/2031	\$ 778,486.17
Vanguard Mortgage Back Securities Index Fund	0.00%	2/11/2031	\$ 258,653.32
Vanguard Mortgage Back Securities Index Fund	0.00%	2/11/2031	\$ 102,628.76
Dimensional Inflation Protected Securities	0.00%	9/25/2032	\$ 102,168.03
Dimensional Inflation Protected Securities	0.00%	9/25/2032	\$ 99,823.47
Dimensional Inflation Protected Securities	0.00%	9/25/2032	\$ 102,352.94
Dimensional Inflation Protected Securities	0.00%	9/25/2032	\$ 305,400.54
United States Small Business A	5.50%	2/28/2033	\$ 64,425.11
Fidelity Long-Term Treasury Bond Index	0.00%	10/18/2040	\$ 792,904.29
FHLMC Pool #C91354	4.00%	1/1/2031	\$ 11,761.96
FNMA Pool #AH2707	4.00%	1/1/2031	\$ 6,835.34
FNMA Gold Pool #A96312	4.00%	1/1/2041	\$ 6,598.85
Fannie Mae	3.50%	1/1/2048	\$ 40,315.08
Freddie Mac	5.50%	1/1/2054	\$ 199,541.83
Freddie Mac	3.00%	2/1/2032	\$ 62,205.84
FNMA Pool #735230	5.50%	2/1/2035	\$ 10,783.90
FNMA Pool #745275	5.00%	2/1/2036	\$ 5,002.39
GNMA Pool #4084	5.50%	2/20/2038	\$ 13,905.76
GNMA Pool #782549	4.50%	2/20/2039	\$ 7,678.94
Federal Home Loan Bank	2.05%	2/24/2027	\$ 295,296.15
US Treasury Note	4.00%	2/28/2030	\$ 203,984.38
FHLMC Pool #FGC91363	3.50%	3/1/2031	\$ 9,637.00
Fannie Mae	3.50%	3/1/2038	\$ 405,837.88
FGLMC Pool #A85349	4.50%	3/1/2039	\$ 2,840.35
Fannie Mae	5.50%	3/1/2043	\$ 147,126.17
Freddie Mac	5.50%	3/1/2054	\$ 387,665.89
GNMA Pool #4097	5.00%	3/20/2038	\$ 14,785.88
FNMA Pool #0711	3.50%	4/1/2031	\$ 12,859.72
FNMA Pool #745418	5.50%	4/1/2036	\$ 5,983.48
FNMA Pool #FN888284	5.50%	4/1/2037	\$ 1,646.66
FNMA Pool #FN888284	5.50%	4/1/2037	\$ 1,751.21
Fannie Mae	3.00%	4/1/2042	\$ 262,719.28
Fannie Mae	4.00%	4/1/2047	\$ 32,501.33
Fannie Mae	4.00%	4/25/2049	\$ 96,720.81
Freddie Mac	4.50%	5/1/2030	\$ 152,703.35

South Dakota Public Assurance Alliance  
Investment Securities  
as of February 28, 2026

	Rate	Maturity Date	Market Value
FNMA Pool #AB3000	4.50%	5/1/2031	\$ 16,468.79
Freddie Mac	5.50%	5/1/2033	\$ 174,203.76
Fannie Mae	5.50%	5/1/2038	\$ 113,485.36
Fannie Mae	5.50%	5/1/2038	\$ 68,091.22
Freddie Mac	6.00%	5/1/2039	\$ 104,799.41
Freddie Mac	6.00%	5/1/2054	\$ 167,443.95
Federal Home Loan Bank	5.01%	5/13/2031	\$ 506,520.77
US Treasury Note	3.38%	5/15/2033	\$ 244,228.52
US Treasury Note	4.38%	5/15/2034	\$ 259,570.31
Freddie Mac	4.50%	6/1/2030	\$ 101,503.56
Freddie Mac	5.50%	6/1/2038	\$ 94,034.89
FNMA Pool #FN995939	5.50%	6/1/2039	\$ 28,468.40
FNMA Pool #FN995939	5.50%	6/1/2039	\$ 3,432.96
FNMA Pool #FN995939	5.50%	6/1/2039	\$ 18,420.73
FNMA Pool #FN995939	5.50%	6/1/2039	\$ 3,249.48
Freddie Mac	6.00%	6/1/2043	\$ 143,662.17
Fannie Mae	4.00%	6/1/2045	\$ 287,767.02
Fannie Mae	5.50%	6/1/2054	\$ 401,427.67
HUD Office of the Secretary	2.50%	6/16/2042	\$ 119,139.88
Freddie Mac	1.50%	6/25/2043	\$ 345,974.18
Fannie Mae	5.50%	7/1/2038	\$ 147,155.78
Fannie Mae	5.50%	7/1/2038	\$ 73,577.89
Fannie Mae	5.50%	7/1/2039	\$ 271,472.11
Freddie Mac	5.00%	7/1/2043	\$ 138,191.00
Fannie Mae	5.00%	7/1/2044	\$ 389,937.72
Federal Farm Credit Bank	2.37%	7/3/2029	\$ 240,996.56
GNMA Pool #698393	4.00%	7/15/2039	\$ 2,563.91
GNMA Pool #698393	4.00%	7/15/2039	\$ 1,508.19
Federal Home Loan Bank	5.00%	7/16/2032	\$ 150,527.55
GNMA Pool #G24745	4.00%	7/20/2040	\$ 13,988.86
Fannie Mae	3.50%	7/25/2045	\$ 29,370.29
Fannie Mae	4.00%	7/25/2046	\$ 343,103.23
Freddie Mac	2.00%	7/25/2050	\$ 337,225.53
FNMA Pool #MA0818	4.00%	8/1/2031	\$ 27,852.21
FHLMC Pool #FGG01880	5.00%	8/1/2035	\$ 6,244.79
Freddie Mac	5.50%	8/1/2038	\$ 53,202.42
Fannie Mae	5.50%	8/1/2044	\$ 163,788.25
Fannie Mae	5.50%	8/1/2044	\$ 196,545.90
Federal Home Loan Bank	5.00%	8/6/2035	\$ 201,837.45
US Treasury Bond	4.38%	8/15/2043	\$ 196,781.25
Fannie Mae	4.50%	8/25/2048	\$ 235,425.49
FNMA Gold Pool #116468	3.00%	9/1/2026	\$ 1,438.48
FNMA Pool #AL0867	3.50%	9/1/2026	\$ 153.43
Fannie Mae Pool #3894	4.00%	9/1/2031	\$ 15,064.99
Fannie Mae	5.00%	9/1/2032	\$ 209,254.89
FNMA Pool #725772	5.00%	9/1/2034	\$ 9,833.49
FNMA Pool #725773	5.50%	9/1/2034	\$ 10,316.42
FNMA Pool #725866	4.50%	9/1/2034	\$ 6,846.81
FNMA Pool #725866	4.50%	9/1/2034	\$ 12,552.48
Fannie Mae	6.00%	9/1/2038	\$ 75,379.54
FNMA Gold Pool #A93748	4.00%	9/1/2040	\$ 11,758.52
Fannie Mae	4.50%	9/1/2043	\$ 162,565.71
Federal Farm Credit Bank	5.09%	9/4/2035	\$ 200,617.96
Federal Farm Credit Bank	1.73%	9/10/2035	\$ 161,470.51
Federal Home Loan Bank	4.25%	9/20/2034	\$ 486,772.75
Freddie Mac	2.00%	9/25/2050	\$ 301,416.81
US Treasury Note	4.13%	9/30/2027	\$ 252,675.78
FNMA Pool #256436	6.00%	10/1/2036	\$ 2,453.68
FNMA Pool #256436	6.00%	10/1/2036	\$ 0.81
FNMA Pool #AJ0029	4.00%	10/1/2041	\$ 11,607.92
Fannie Mae	3.50%	10/1/2047	\$ 77,631.50
Freddie Mac	6.00%	10/1/2053	\$ 167,044.95
Freddie Mac	6.00%	10/1/2053	\$ 167,044.95
Fannie Mae	5.50%	10/1/2053	\$ 381,632.75
GNR 2009-89 E	3.00%	10/16/2039	\$ 4,860.54

South Dakota Public Assurance Alliance  
Investment Securities  
as of February 28, 2026

	Rate	Maturity Date	Market Value
FNMA Pool #AQ1215	2.50%	11/1/2027	\$ 8,724.80
FHLMC Pool #FGC91410	4.00%	11/1/2031	\$ 29,358.40
FNMA Pool #932135	5.00%	11/1/2039	\$ 12,345.79
FNMA Gold Pool #A95238	4.00%	11/1/2040	\$ 14,951.76
US Treasury Bonds	5.25%	11/15/2028	\$ 209,648.44
US Treasury Note	4.13%	11/15/2032	\$ 256,298.83
US Treasury Note	4.50%	11/15/2033	\$ 785,859.38
GNMA Pool #G24577	4.50%	11/20/2039	\$ 6,976.24
FHLMC Pool #FGC91281	4.50%	12/1/2029	\$ 14,291.23
Fannie Mae	6.00%	12/1/2038	\$ 219,692.45
FGLMC Pool # A90238	4.50%	12/1/2039	\$ 12,331.93
Freddie Mac FHR 3616 B	5.00%	12/15/2039	\$ 5,200.70
HUD Office of the Secretary	4.00%	12/20/2036	\$ 487,114.33
			<b>\$ 18,589,614.72</b>

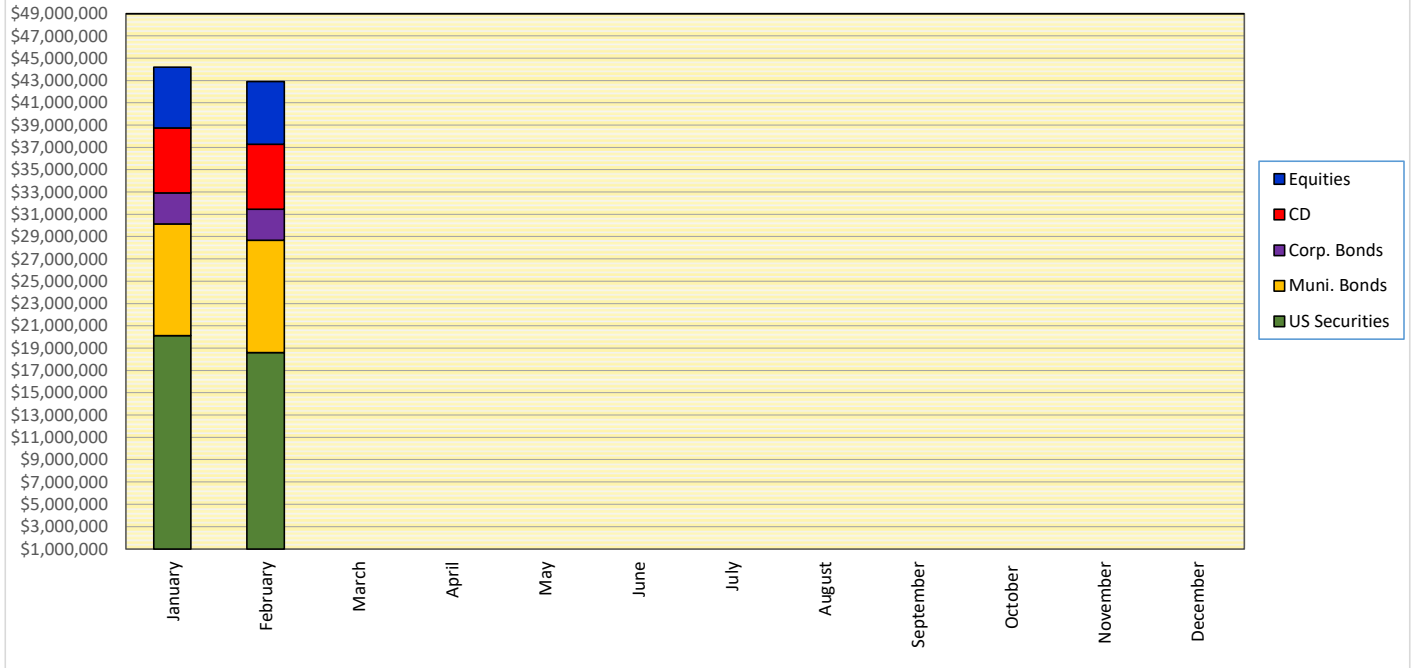
**Municipal Bonds**

County of King WA WA Rev	1.96%	1/1/2034	\$ 86,826.92
Corpus Christi Tex Taxable Gen Impt Ref	1.79%	3/1/2029	\$ 237,586.83
City of Fort Worth TX TX LTGO	4.00%	3/1/2031	\$ 253,162.78
City of Huntsville AL AL LTGO	5.00%	3/1/2031	\$ 53,080.92
Tarrant Regional Water Distric TX Rev	2.15%	3/1/2034	\$ 218,178.20
Wisconsin Housing & Economic D WI Rev Dtd	5.42%	3/1/2034	\$ 106,443.83
State of California CA UTGO	3.50%	4/1/2028	\$ 199,911.24
North Dakota State Board of Higher Education	4.00%	4/1/2028	\$ 100,047.17
Franklin County KY Public Properties	2.00%	4/1/2030	\$ 233,056.85
Shorewood School District WI UTGO	3.45%	4/1/2030	\$ 148,708.14
SD Board Regents Housing System Revenue	5.00%	4/1/2031	\$ 258,724.03
Weber Basin Water Conservancy UT Rev	2.08%	4/1/2034	\$ 172,880.02
City of Raleigh NC NC UTGO	4.92%	4/1/2035	\$ 222,441.51
South Dakota Housing Dev Auth Ownership Mtg	1.55%	5/1/2029	\$ 284,762.73
Pasadena Unified School Distri CA UTGO	2.47%	5/1/2030	\$ 95,862.39
OshKosh Wis Storm Wtr Utility Rev	4.00%	5/1/2030	\$ 168,514.99
Fargo ND Improvement Refinance Bonds	2.00%	5/1/2032	\$ 223,610.43
State of Wisconsin WI Rev	2.50%	5/1/2032	\$ 139,396.37
South Dakota Housing Developme SD Rev	3.95%	5/1/2033	\$ 72,505.56
Colorado Housing and Finance A CO Rev	5.25%	5/1/2034	\$ 208,685.66
Connecticut Housing Finance Au CT Rev	5.03%	5/15/2037	\$ 204,106.62
City of Charlotte NC UTGO	1.91%	6/1/2027	\$ 245,186.85
University of Wyoming Revenue	2.00%	6/1/2030	\$ 93,203.08
South Dakota State Building Authority Revenue	4.00%	6/1/2031	\$ 163,097.79
Great Falls MT Special Park District Taxable	2.51%	6/1/2036	\$ 82,157.60
County of Pennington SD SD LTGO	2.50%	6/1/2036	\$ 194,412.28
County of Jasper IA IA UTGO	5.00%	6/1/2038	\$ 153,843.33
Washington & Multnomah Countie OR UTGO	3.23%	6/15/2028	\$ 99,414.99
Douglas County NE School Dist #17 Taxable Pub Ref	1.83%	6/15/2029	\$ 236,236.48
Portland OR Affordable Housing Project	3.15%	6/15/2031	\$ 282,953.12
South Dakota Health & Education	2.94%	7/1/2027	\$ 98,996.45
Santa Fe County NM	5.00%	7/1/2027	\$ 77,786.61
Washington State Cert of Part Taxable COPS	1.70%	7/1/2030	\$ 229,650.73
County of Westchester NY NY LTGO	1.71%	7/1/2031	\$ 45,043.15
Utah Housing Corp UT Rev	4.78%	7/1/2034	\$ 153,751.38
City of Phoenix Civic Improvem AZ Rev	6.00%	7/1/2035	\$ 113,655.68
Minnesota Housing Finance Agen MN Rev	5.44%	7/1/2036	\$ 208,077.76
City of Tempe AZ AZ CTFP	2.59%	7/1/2037	\$ 166,541.16
Multifamily Taxable Mortgage-b IA Rev	5.49%	7/1/2040	\$ 179,734.49
Pike County KY PUB Corp Rev Rfndg	2.00%	8/1/2029	\$ 141,571.50
University of Utah Revenue	3.07%	8/1/2033	\$ 236,186.73
Sioux Falls SD School District #49-5	2.57%	8/1/2037	\$ 166,689.82
Minot Public School District N ND UTGO	5.00%	8/1/2044	\$ 181,087.18
Alabama Federal Aid Highway Fi AL Rev	1.27%	9/1/2026	\$ 4,939.57
Alabama Federal Aid Highway Fi AL Rev	1.27%	9/1/2026	\$ 93,845.57
County of Kenosha WI UTGO	3.00%	9/1/2026	\$ 50,139.90
South Dakota State Building Authority Revenue	1.46%	9/1/2027	\$ 169,618.65
Alabama Federal Aid Highway Fi AL Rev	2.41%	9/1/2034	\$ 87,829.40
Oklahoma Housing Finance Agenc OK	5.24%	9/1/2035	\$ 103,645.04

Investment Securities  
as of February 28, 2026

	Rate	Maturity Date	Market Value
South Dakota Housing Development Revenue	5.06%	11/1/2027	\$ 101,743.89
South Dakota Housing Dev Auth Ownership Mtg	1.75%	11/1/2030	\$ 235,241.10
South Dakota Health & Educatio SD Rev	2.69%	11/1/2032	\$ 137,992.62
Sioux Falls SD Sales Tax Revenue	3.45%	11/15/2028	\$ 248,433.75
City of Houston TX Utility Systems Revenue	2.98%	11/15/2042	\$ 102,441.06
Rapid City SD Sales Tax Revenue Ref	1.50%	12/1/2028	\$ 236,430.03
Watertown SD Sales Tax Revenue	3.00%	12/1/2031	\$ 175,027.42
Brecksville-Broadview Heights OH UTGO	3.01%	12/1/2034	\$ 46,254.63
North Dakota Public Finance Au ND Rev	2.58%	12/1/2034	\$ 133,057.58
Massachusetts Housing Finance MA Rev	5.09%	12/1/2036	\$ 256,456.98
City of Rapid City SD SD Rev	2.51%	12/1/2037	\$ 286,136.34
Spearfish SD Sales Tax Revenue	2.00%	12/15/2028	\$ 194,407.00
Spearfish SD Sales Tax Revenue	2.00%	12/15/2034	\$ 177,737.66
			<b>\$ 10,079,149.54</b>
<b>Corporate Bonds</b>			
Johnson & Johnson	2.45%	3/1/2026	\$ 200,000.00
3M Co	3.38%	3/1/2029	\$ 246,036.96
Berkshire Hathaway Inc	3.13%	3/15/2026	\$ 249,912.06
Berkshire Hathaway Inc	3.13%	3/15/2026	\$ 199,929.65
Blackrock Inc	3.20%	3/15/2027	\$ 99,538.06
J P Morgan Chase & Co	3.30%	4/1/2026	\$ 349,835.10
Loews Corp	3.75%	4/1/2026	\$ 99,970.19
TD Ameritrade Hldg Corp	3.30%	4/1/2027	\$ 247,831.01
US Bancorp	3.15%	4/27/2027	\$ 248,640.41
General Dynamics Corp	3.75%	5/15/2028	\$ 250,804.40
Walmart Inc	3.70%	6/26/2028	\$ 100,261.17
Wells Fargo & CO	3.00%	10/23/2026	\$ 248,521.68
JP Morgan Chase & CO	2.00%	12/23/2028	\$ 238,049.86
			<b>\$ 2,779,330.55</b>
<b>Certificates of Deposit</b>			
Bank Hapoalim B M NY CD	1.50%	1/7/2027	\$ 122,614.91
American Express National Bank UT CD	2.65%	4/6/2027	\$ 244,015.50
Morgan Stanley Pvt Bank NY CD	4.65%	4/6/2028	\$ 247,850.34
Goldman Sachs Bank USA NY CD	2.80%	4/27/2027	\$ 243,272.75
Morgan Stanley Bank NA UT CD	4.50%	4/27/2027	\$ 245,948.17
Ally Bank Midvale UT CD	2.95%	4/28/2026	\$ 245,616.04
Ubs Bank USA UT CD	4.05%	4/30/2029	\$ 75,473.06
Bank Of America NA NC CD	5.00%	5/22/2026	\$ 243,634.40
Cibc Bank USA IL CD	4.65%	5/26/2026	\$ 144,293.83
Minnwest Bank Mv MN CD	4.60%	5/29/2026	\$ 249,594.19
Beal Bank - Plano Tx TX CD	4.70%	6/6/2029	\$ 246,206.66
Beal Bank USA NV CD	4.70%	6/6/2029	\$ 250,310.11
Customers Bank PA CD	4.85%	6/11/2027	\$ 247,179.86
First Premier Bank SD CD	4.95%	6/26/2026	\$ 243,840.73
Optum Bank Inc UT CD	4.20%	7/1/2030	\$ 246,713.48
BMO Harris Bank NA IL CD	4.00%	7/6/2029	\$ 245,209.99
Sallie Mae Bank Murray UT CD	1.00%	7/8/2026	\$ 245,514.30
Discover Bank DE CD	3.50%	7/29/2027	\$ 149,382.02
Capital One Bank USA NA VA CD	3.55%	8/3/2027	\$ 244,146.74
Israel Discount Bk Of NY NY CD	4.25%	8/7/2026	\$ 244,453.50
State Bank Of India NY CD	4.00%	8/21/2030	\$ 245,729.54
Celtic Bank UT CD	2.00%	8/30/2027	\$ 121,724.73
Celtic Bank UT CD	2.00%	8/30/2028	\$ 114,746.17
Toyota Financial Savings Bk NV CD	3.60%	9/16/2027	\$ 244,223.91
Northeast Bank ME CD	4.00%	9/23/2027	\$ 245,680.05
Capital One NA VA CD	4.25%	9/30/2026	\$ 244,605.71
UBS Bank USA UT CD	5.00%	11/1/2028	\$ 174,033.77
			<b>\$ 5,816,014.46</b>
<b>Total Investment Securities:</b>			<b><u>\$ 42,892,656.22</u></b>

### SDPAA 2026 Investments



SDPAA  
 Combined Income Statement  
 For the Two Months Ending February 28, 2026  
 Current Year -YTD                      Last Year -YTD                      2026 Budget

<b>Revenues</b>				
Member Contributions	\$	7,723,877.55	\$	5,621,860.83
Agent Commissions		47,484.78		44,429.81
		<hr/>		<hr/>
Total Revenue		7,771,362.33		5,666,290.64
		<hr/>		<hr/>
		25,517,961.00		120,000.00
		<hr/>		<hr/>
		25,637,961.00		
		<hr/>		
<b>Credits</b>				
Renewal Credit		19,570.84		26,202.08
Loss Control Credit		57,154.02		77,018.94
Loss Ratio Credit		47,337.81		57,727.99
Law Enforcement Credit		21,563.52		20,657.90
		<hr/>		<hr/>
Total Credits		(145,626.19)		(181,606.91)
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Total Credits		(145,626.19)		(181,606.91)
		<hr/>		<hr/>
Total Revenue after Credits	\$	7,625,736.14	\$	5,484,683.73
		<hr/>		<hr/>
		25,124,453.00		
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		25,124,453.00		
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<b>Expenses</b>				
<b>Claims Expenses</b>				
Losses Paid	\$	1,274,634.75	\$	313,465.67
Legal Fees		268,436.30		130,977.28
Claims Adjustment Fees		248,728.61		196,185.82
		<hr/>		<hr/>
Total Loss Adjustment Expense		517,164.91		327,163.10
Recoveries		(94,589.20)		(155,045.18)
Change in Loss Reserves		915,242.23		4,038,064.29
		<hr/>		<hr/>
Total Claims Expenses		2,612,452.69		4,523,647.88
		<hr/>		<hr/>
		13,451,000.00		
		<hr/>		
<b>Operating Expenses</b>				
<b>Insurance</b>				
Reinsurance Expense		1,515,414.58		1,431,039.32
Board & Staff Insurance		452.00		466.00
		<hr/>		<hr/>
Total Insurance		1,515,866.58		1,431,505.32
		<hr/>		<hr/>
		9,071,397.00		
		<hr/>		
<b>Personnel Services</b>				
Salary		108,458.60		105,516.82
Benefits		23,072.33		21,800.89
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Total Personnel Services		131,530.93		127,317.71
		<hr/>		<hr/>
		840,000.00		
		<hr/>		
<b>Staff Travel</b>				
Vehicle/Auto		511.18		1,716.68
Airfare		0.00		0.00
Lodging		0.00		516.73
Meals		47.79		398.06
Misc		0.00		0.00
		<hr/>		<hr/>
Total Staff Travel		558.97		2,631.47
		<hr/>		<hr/>
		76,900.00		
		<hr/>		
<b>Training &amp; Meeting Registration</b>				
Registration Fees		1,870.00		1,335.00
Staff Training		0.00		139.50
SDPAA Scholarship		0.00		0.00
		<hr/>		<hr/>
Total Training & Registration		1,870.00		1,474.50
		<hr/>		<hr/>
		22,500.00		
		<hr/>		
<b>Supplies and Materials</b>				
Member Services Material		4,820.00		4,720.00
Member Services DVD Library		9,375.00		9,375.00
Printing		386.21		0.00
Office Supplies and Postage		1,775.66		320.24
Library and Subscriptions		0.00		26.35
		<hr/>		<hr/>
Total Supplies and Materials		16,356.87		14,441.59
		<hr/>		<hr/>
		44,375.00		
		<hr/>		
<b>Contractual Services</b>				
Fiechtner Contract		4,950.00		0.00
Charlesworth Consulting		1,313.00		2,625.00
		<hr/>		<hr/>
		15,000.00		17,000.00
		<hr/>		<hr/>

SDPAA			
Combined Income Statement			
For the Two Months Ending February 28, 2026			
	Current Year -YTD	Last Year -YTD	2026 Budget
Marylin Kelley Consulting	0.00	0.00	2,500.00
Connections EAP	30,689.11	30,104.00	70,000.00
Legal Fees	3,000.00	3,612.78	30,000.00
Rent	110.00	110.00	2,500.00
Audit Fees	0.00	0.00	36,000.00
Investment Fees	18,985.84	15,708.14	103,500.00
Actuarial Fees	0.00	0.00	30,000.00
Claim Administration Fees	62,204.52	60,101.02	375,000.00
Risk Control Service Fees	83,049.16	76,646.84	850,000.00
Hotlines	5,400.00	0.00	130,000.00
Online Training	23,754.05	17,861.00	25,000.00
SDML Service Fees	22,000.00	22,000.00	132,000.00
Jail Policies & Procedures	20,000.00	40,000.00	20,000.00
Law Enforcement Training	20,000.00	5,000.00	20,000.00
Association Dues and Fees	7,530.95	7,132.95	20,000.00
IT Services	165,769.56	54,891.22	623,000.00
Strategic Planning	0.00	0.00	5,000.00
DocuSign	13,156.00	0.00	14,400.00
<b>Total Contractual Services</b>	<b>481,912.19</b>	<b>335,792.95</b>	<b>2,520,900.00</b>
<b>Capital Outlay</b>			
Total Capital Outlay	0.00	750.00	35,000.00
<b>Endorsement Fees and Sponsorships</b>			
SDML Endorsement Fee	18,835.98	16,474.12	113,016.00
SDACC Endorsement Fee	11,544.66	10,097.14	69,268.00
Member Safety Awards	0.00	0.00	8,000.00
Member Schools and Workshops	8,875.00	7,800.00	30,000.00
<b>Total Endorsement &amp; Sponsorship</b>	<b>39,255.64</b>	<b>34,371.26</b>	<b>220,284.00</b>
<b>Other Expenses</b>			
Agent Commissions	47,344.65	43,063.44	120,000.00
Board Expenses	7,926.44	8,476.82	30,000.00
Depreciation	7,984.34	7,964.22	0.00
Misc Expenses	29.00	0.00	20,000.00
<b>Total Other Expenses</b>	<b>63,284.43</b>	<b>59,504.48</b>	<b>170,000.00</b>
<b>Total Operating Expenses</b>	<b>2,250,635.61</b>	<b>2,007,789.28</b>	<b>13,001,356.00</b>
<b>Total Expenses</b>	<b>4,863,088.30</b>	<b>6,531,437.16</b>	<b>26,452,356.00</b>
<b>Net Earnings/(Loss) - Operations</b>	<b>2,762,647.84</b>	<b>(1,046,753.43)</b>	<b>(1,327,903.00)</b>
<b>Other Income</b>			
Interest Income	247,427.44	221,212.43	1,700,000.00
Realized Gain/(Loss)	19,338.01	95,513.11	0.00
Unrealized Gain/(Loss)	676,719.42	369,902.05	0.00
NLC Earned Member Equity	0.00	0.00	0.00
Gain/Loss on Asset Disposal	17,523.01	0.00	0.00
<b>Total Other Income</b>	<b>961,007.88</b>	<b>686,627.59</b>	<b>1,700,000.00</b>
<b>Net Earnings/(Loss)</b>	<b>\$ 3,723,655.72</b>	<b>\$ (360,125.84)</b>	<b>\$ 372,097.00</b>

SDPAA  
Liability and Property Income Statement  
For the Two Months Ending February 28, 2026

	Liability	Property	Current - YTD
<b>Revenues</b>			
Member Contributions	2,799,449.69	4,924,427.86	7,723,877.55
Agent Commissions	13,189.61	34,295.17	47,484.78
<b>Total Revenue</b>	<b>2,812,639.30</b>	<b>4,958,723.03</b>	<b>7,771,362.33</b>
<b>Credits</b>			
Renewal Credit	6,406.28	13,164.56	19,570.84
Loss Control Credit	18,040.85	39,113.17	57,154.02
Loss Ratio Credit	15,090.70	32,247.11	47,337.81
Law Enforcement Credit	21,563.52	0.00	21,563.52
<b>Total Credits</b>	<b>(61,101.35)</b>	<b>(84,524.84)</b>	<b>(145,626.19)</b>
<b>Total Revenue after Credits</b>	<b>2,751,537.95</b>	<b>4,874,198.19</b>	<b>7,625,736.14</b>
<b>Expenses</b>			
<b>Claims Expenses</b>			
Losses Paid	281,227.45	993,407.30	1,274,634.75
Legal Fees	267,864.33	571.97	268,436.30
Claims Adjustment Fees	150,907.18	97,821.43	248,728.61
<b>Total Loss Adjustment Expense</b>	<b>418,771.51</b>	<b>98,393.40</b>	<b>517,164.91</b>
Recoveries	(14,288.52)	(80,300.68)	(94,589.20)
Change in Loss Reserves	1,105,420.01	(190,177.78)	915,242.23
<b>Total Claims Expenses</b>	<b>1,791,130.45</b>	<b>821,322.24</b>	<b>2,612,452.69</b>
<b>Operating Expenses</b>			
<b>Insurance</b>			
Reinsurance Expense	310,535.76	1,204,878.82	1,515,414.58
Board & Staff Insurance	117.52	334.48	452.00
<b>Total Insurance</b>	<b>310,653.28</b>	<b>1,205,213.30</b>	<b>1,515,866.58</b>
<b>Personnel Services</b>			
Salary	28,199.24	80,259.36	108,458.60
Benefits	5,998.80	17,073.53	23,072.33
<b>Total Personnel Services</b>	<b>34,198.04</b>	<b>97,332.89</b>	<b>131,530.93</b>
<b>Staff Travel</b>			
Vehicle/Auto	132.91	378.27	511.18
Airfare	0.00	0.00	0.00
Lodging	0.00	0.00	0.00
Meals	12.43	35.36	47.79
Misc	0.00	0.00	0.00
<b>Total Staff Travel</b>	<b>145.34</b>	<b>413.63</b>	<b>558.97</b>
<b>Training and Meeting Registration</b>			
Registration Fees	486.20	1,383.80	1,870.00
Staff Training	0.00	0.00	0.00
SDPAA Scholarship	0.00	0.00	0.00
<b>Total Training and Registration</b>	<b>486.20</b>	<b>1,383.80</b>	<b>1,870.00</b>
<b>Supplies and Materials</b>			
Member Services Material	1,253.20	3,566.80	4,820.00
Member Services DVD Library	2,437.50	6,937.50	9,375.00
Printing	100.41	285.80	386.21
Office Supplies and Postage	461.67	1,313.99	1,775.66
Library and Subscriptions	0.00	0.00	0.00
<b>Total Supplies and Materials</b>	<b>4,252.78</b>	<b>12,104.09</b>	<b>16,356.87</b>
<b>Contractual Services</b>			
Charlesworth Consulting	341.38	971.62	1,313.00

SDPAA  
Liability and Property Income Statement  
For the Two Months Ending February 28, 2026

	Liability	Property	Current - YTD
Marylin Kelley Consulting	0.00	0.00	0.00
Connections EAP	7,979.17	22,709.94	30,689.11
Legal Fees	780.00	2,220.00	3,000.00
Rent	28.60	81.40	110.00
Audit Fees	0.00	0.00	0.00
Investment Fees	4,936.32	14,049.52	18,985.84
Actuarial Fees	0.00	0.00	0.00
Claim Administration Fees	16,173.20	46,031.32	62,204.52
Risk Control Service Fees	83,049.16	0.00	83,049.16
Hotlines	5,400.00	0.00	5,400.00
Online Training	6,176.05	17,578.00	23,754.05
SDML Service Fees	5,720.00	16,280.00	22,000.00
Jail Policies & Procedures	20,000.00	0.00	20,000.00
Law Enforcement Training	20,000.00	0.00	20,000.00
Association Dues and Fees	1,958.05	5,572.90	7,530.95
IT Services	43,100.09	122,669.47	165,769.56
Docusign	3,420.56	9,735.44	13,156.00
<b>Total Contractual Services</b>	<b>220,349.58</b>	<b>261,562.61</b>	<b>481,912.19</b>
<b>Capital Outlay</b>			
Total Capital Outlay	0.00	0.00	0.00
<b>Endorsement Fees and Sponsorships</b>			
SDML Endorsement Fee	4,897.34	13,938.64	18,835.98
SDACC Endorsement Fee	3,001.62	8,543.04	11,544.66
Member Safety Awards	0.00	0.00	0.00
Member Schools and Workshops	2,307.50	6,567.50	8,875.00
<b>Total Endorsement &amp; Sponsorship</b>	<b>10,206.46</b>	<b>29,049.18</b>	<b>39,255.64</b>
<b>Other Expenses</b>			
Agent Commissions	13,131.29	34,213.36	47,344.65
Board Expenses	2,060.86	5,865.58	7,926.44
Depreciation	2,075.92	5,908.42	7,984.34
Misc Expenses	7.54	21.46	29.00
<b>Total Other Expenses</b>	<b>17,275.61</b>	<b>46,008.82</b>	<b>63,284.43</b>
<b>Total Operating Expenses</b>	<b>597,567.29</b>	<b>1,653,068.32</b>	<b>2,250,635.61</b>
<b>Total Expenses</b>	<b>2,388,697.74</b>	<b>2,474,390.56</b>	<b>4,863,088.30</b>
<b>Net Earnings/(Loss) from Operati</b>	<b>362,840.21</b>	<b>2,399,807.63</b>	<b>2,762,647.84</b>
<b>Other Income</b>			
Interest Income	65,400.84	182,026.60	247,427.44
Realized Gain/(Loss)	5,027.88	14,310.13	19,338.01
Unrealized Gain/(Loss)	175,947.04	500,772.38	676,719.42
NLC Earned Member Equity	0.00	0.00	0.00
Gain/Loss on Asset Disposal	4,555.99	12,967.02	17,523.01
<b>Total Other Income</b>	<b>250,931.75</b>	<b>710,076.13</b>	<b>961,007.88</b>
<b>Net Earnings/(Loss)</b>	<b>613,771.96</b>	<b>3,109,883.76</b>	<b>3,723,655.72</b>

SDPAA  
Income Statement by Line of Coverage  
For the Two Months Ending February 28, 2026

	General Liability	Auto Liability	Law Enforcement	Property	Auto Damage	Equipment Breakdown	Total
<b>Revenues</b>							
Member Contributions	1,662,635.36 \$	593,219.71 \$	543,594.62 \$	3,588,930.22 \$	1,231,471.15 \$	104,026.49 \$	7,723,877.55
Agent Commissions	8,919.43	2,454.77	1,815.41	28,419.49	5,015.57	860.11	47,484.78
<b>Total Revenue</b>	<b>1,671,554.79</b>	<b>595,674.48</b>	<b>545,410.03</b>	<b>3,617,349.71</b>	<b>1,236,486.72</b>	<b>104,886.60</b>	<b>7,771,362.33</b>
<b>Credits</b>							
Renewal Credit	4,712.09	1,694.19	0.00	9,701.43	3,463.13	0.00	19,570.84
Loss Control Credit	13,215.35	4,825.50	0.00	29,409.41	9,703.76	0.00	57,154.02
Loss Ratio Credit	11,186.33	3,904.37	0.00	23,721.60	8,525.51	0.00	47,337.81
Law Enforcement Credit	0.00	0.00	21,563.52	0.00	0.00	0.00	21,563.52
<b>Total Credits</b>	<b>(29,113.77)</b>	<b>(10,424.06)</b>	<b>(21,563.52)</b>	<b>(62,832.44)</b>	<b>(21,692.40)</b>	<b>0.00</b>	<b>(145,626.19)</b>
<b>Total Revenue after Credits</b>	<b>1,642,441.02 \$</b>	<b>585,250.42 \$</b>	<b>523,846.51 \$</b>	<b>3,554,517.27 \$</b>	<b>1,214,794.32 \$</b>	<b>104,886.60 \$</b>	<b>7,625,736.14</b>
<b>Expenses</b>							
<b>Claims Expenses</b>							
Losses Paid	156,116.22 \$	125,111.23 \$	0.00 \$	671,961.91 \$	321,445.39 \$	0.00 \$	1,274,634.75
Legal Fees	159,657.19	2,594.82	105,612.32	135.00	436.97	0.00	268,436.30
Claims Adjustment Fees	82,959.45	21,963.96	45,983.77	65,561.25	32,260.18	0.00	248,728.61
<b>Total Loss Adjustment Expense</b>	<b>242,616.64</b>	<b>24,558.78</b>	<b>151,596.09</b>	<b>65,696.25</b>	<b>32,697.15</b>	<b>0.00</b>	<b>517,164.91</b>
Recoveries	(10,399.99)	(3,888.53)	0.00	(48,339.63)	(31,961.05)	0.00	(94,589.20)
Change in Loss Reserves	789,114.13	150,251.83	166,054.05	(59,770.74)	(130,407.04)	0.00	915,242.23
<b>Total Claims Expenses</b>	<b>1,177,447.00</b>	<b>296,033.31</b>	<b>317,650.14</b>	<b>629,547.79</b>	<b>191,774.45</b>	<b>0.00</b>	<b>2,612,452.69</b>
<b>Operating Expenses</b>							
<b>Insurance</b>							
Reinsurance Expense	170,897.76	71,545.58	68,092.42	890,638.20	269,149.62	45,091.00	1,515,414.58
Board & Staff Insurance	63.28	27.12	27.12	248.60	81.36	4.52	452.00
<b>Total Insurance</b>	<b>170,961.04</b>	<b>71,572.70</b>	<b>68,119.54</b>	<b>890,886.80</b>	<b>269,230.98</b>	<b>45,095.52</b>	<b>1,515,866.58</b>
<b>Personnel Services</b>							
Salary	15,184.20	6,507.52	6,507.52	59,652.24	19,522.54	1,084.58	108,458.60
Benefits	3,230.12	1,384.34	1,384.34	12,689.78	4,153.02	230.73	23,072.33
<b>Total Personnel Services</b>	<b>18,414.32</b>	<b>7,891.86</b>	<b>7,891.86</b>	<b>72,342.02</b>	<b>23,675.56</b>	<b>1,315.31</b>	<b>131,530.93</b>
<b>Staff Travel</b>							
Vehicle/Auto	71.57	30.67	30.67	281.15	92.01	5.11	511.18
Airfare	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Lodging	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Meals	6.69	2.87	2.87	26.28	8.60	0.48	47.79
Misc	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Staff Travel</b>	<b>78.26</b>	<b>33.54</b>	<b>33.54</b>	<b>307.43</b>	<b>100.61</b>	<b>5.59</b>	<b>558.97</b>
<b>Training and Meeting Registration</b>							
Registration Fees	261.80	112.20	112.20	1,028.50	336.60	18.70	1,870.00
Staff Training	0.00	0.00	0.00	0.00	0.00	0.00	0.00
SDPAA Scholarship	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Training &amp; Registration</b>	<b>261.80</b>	<b>112.20</b>	<b>112.20</b>	<b>1,028.50</b>	<b>336.60</b>	<b>18.70</b>	<b>1,870.00</b>
<b>Supplies and Materials</b>							
Member Services Material	674.80	289.20	289.20	2,651.00	867.60	48.20	4,820.00
Member Services DVD Library	1,312.50	562.50	562.50	5,156.25	1,687.50	93.75	9,375.00
Printing	54.07	23.17	23.17	212.42	69.52	3.86	386.21

	General Liability	Auto Liability	Law Enforcement	Property	Auto Damage	Equipment Breakdown	Total
Office Supplies and Postage	248.59	106.54	106.54	976.61	319.62	17.76	1,775.66
Library and Subscriptions	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Supplies and Materials</b>	<b>2,289.96</b>	<b>981.41</b>	<b>981.41</b>	<b>8,996.28</b>	<b>2,944.24</b>	<b>163.57</b>	<b>16,356.87</b>
<b>Contractual Services</b>							
Fiechtner Contract	693.00	297.00	297.00	2,722.50	891.00	49.50	4,950.00
Charlesworth Consulting	183.82	78.78	78.78	722.15	236.34	13.13	1,313.00
Marylin Kelley Consulting	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Connections EAP	4,296.47	1,841.35	1,841.35	16,879.01	5,524.04	306.89	30,689.11
Legal Fees	420.00	180.00	180.00	1,650.00	540.00	30.00	3,000.00
Rent	15.40	6.60	6.60	60.50	19.80	1.10	110.00
Audit Fees	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Investment Fees	2,658.02	1,139.15	1,139.15	10,442.21	3,417.45	189.86	18,985.84
Actuarial Fees	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Claim Administration Fees	8,708.64	3,732.28	3,732.28	34,212.46	11,196.82	622.04	62,204.52
Risk Control Service Fees	44,846.54	19,931.80	18,270.82	0.00	0.00	0.00	83,049.16
Hotlines	5,400.00	0.00	0.00	0.00	0.00	0.00	5,400.00
Online Training	3,325.57	1,425.24	1,425.24	13,064.73	4,275.73	237.54	23,754.05
SDML Service Fees	3,080.00	1,320.00	1,320.00	12,100.00	3,960.00	220.00	22,000.00
Jail Policies & Procedures	0.00	0.00	20,000.00	0.00	0.00	0.00	20,000.00
Law Enforcement Training	0.00	0.00	20,000.00	0.00	0.00	0.00	20,000.00
Association Dues and Fees	1,054.33	451.86	451.86	4,142.02	1,355.57	75.31	7,530.95
IT Services	23,207.73	9,946.18	9,946.18	91,173.26	29,838.52	1,657.69	165,769.56
DocuSign	1,841.84	789.36	789.36	7,235.80	2,368.08	131.56	13,156.00
<b>Total Contractual Services</b>	<b>99,731.36</b>	<b>41,139.60</b>	<b>79,478.62</b>	<b>194,404.64</b>	<b>63,623.35</b>	<b>3,534.62</b>	<b>481,912.19</b>
<b>Capital Outlay</b>							
Total Capital Outlay	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Endorsement Fees and Sponsorships</b>							
SDML Endorsement Fee	2,637.02	1,130.16	1,130.16	10,359.80	3,390.48	188.36	18,835.98
SDACC Endorsement Fee	1,616.26	692.68	692.68	6,349.56	2,078.04	115.44	11,544.66
Member Safety Awards	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Member Schools and Workshops	1,242.50	532.50	532.50	4,881.25	1,597.50	88.75	8,875.00
<b>Total Endorsement &amp; Sponsorship</b>	<b>5,495.78</b>	<b>2,355.34</b>	<b>2,355.34</b>	<b>21,590.61</b>	<b>7,066.02</b>	<b>392.55</b>	<b>39,255.64</b>
<b>Other Expenses</b>							
Agent Commissions	8,861.11	2,454.77	1,815.41	28,351.46	5,007.65	854.25	47,344.65
Board Expenses	1,109.70	475.58	475.58	4,359.55	1,426.76	79.27	7,926.44
Depreciation	1,117.80	479.06	479.06	4,391.38	1,437.18	79.86	7,984.34
Misc Expenses	4.06	1.74	1.74	15.95	5.22	0.29	29.00
<b>Total Other Expenses</b>	<b>11,092.67</b>	<b>3,411.15</b>	<b>2,771.79</b>	<b>37,118.34</b>	<b>7,876.81</b>	<b>1,013.67</b>	<b>63,284.43</b>
<b>Total Operating Expenses</b>	<b>308,325.19</b>	<b>127,497.80</b>	<b>161,744.30</b>	<b>1,226,674.62</b>	<b>374,854.17</b>	<b>51,539.53</b>	<b>2,250,635.61</b>
<b>Total Expenses</b>	<b>1,485,772.19</b>	<b>423,531.11</b>	<b>479,394.44</b>	<b>1,856,222.41</b>	<b>566,628.62</b>	<b>51,539.53</b>	<b>4,863,088.30</b>
<b>Net Earnings/(Loss)-Operations</b>	<b>156,668.83</b>	<b>161,719.31</b>	<b>44,452.07</b>	<b>1,698,294.86</b>	<b>648,165.70</b>	<b>53,347.07</b>	<b>2,762,647.84</b>
<b>Other Income</b>							
Interest Income	35,882.98	14,758.93	14,758.93	135,290.03	44,276.75	2,459.82	247,427.44
Realized Gain/(Loss)	2,707.32	1,160.28	1,160.28	10,635.91	3,480.84	193.38	19,338.01
Unrealized Gain/(Loss)	94,740.73	40,603.17	40,603.14	372,195.70	121,809.51	6,767.17	676,719.42
NLC Earned Member Equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Gain/Loss on Asset Disposal	2,453.22	1,051.38	1,051.39	9,637.65	3,154.14	175.23	17,523.01
<b>Total Other Income</b>	<b>135,784.25</b>	<b>57,573.76</b>	<b>57,573.74</b>	<b>527,759.29</b>	<b>172,721.24</b>	<b>9,595.60</b>	<b>961,007.88</b>
<b>Net Earnings/(Loss)</b>	<b>292,453.08 \$</b>	<b>219,293.07 \$</b>	<b>102,025.81 \$</b>	<b>2,226,054.15 \$</b>	<b>820,886.94 \$</b>	<b>62,942.67 \$</b>	<b>3,723,655.72</b>

SDPAA  
General Liability Income Statement  
For the Two Months Ending February 28, 2026

	Current Year YTD	Last Year YTD		2026 Budget
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<b>Revenues</b>				
Member Contributions	1,662,635.36	1,403,693.02		5,692,800.00
Agent Commissions	8,919.43	8,964.09		26,771.00
	<hr/>	<hr/>		<hr/>
Total Revenue	1,671,554.79	1,412,657.11		5,719,571.00
<b>Credits</b>				
Renewal Credit	4,712.09	6,905.13		18,577.00
Loss Control Credit	13,215.35	20,548.10		0.00
Loss Ratio Credit	11,186.33	15,948.54		41,167.00
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Total Credits	(29,113.77)	(43,401.77)		(59,744.00)
Total Revenue after Credits	<hr/> <hr/>	<hr/> <hr/>		<hr/> <hr/>
<b>Expenses</b>				
<b>Claims Expenses</b>				
Losses Paid	156,116.22	22,595.83		2,275,039.00
Legal Fees	159,657.19	85,605.28		272,980.00
Claims Adjustment Fees	82,959.45	80,199.87		272,980.00
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Total Loss Adjustment Expense	242,616.64	165,805.15		545,960.00
Recoveries	(10,399.99)	(25,867.61)		(101,104.00)
Change in Loss Reserves	789,114.13	764,941.08		0.00
	<hr/>	<hr/>		<hr/>
Total Claims Expenses	1,177,447.00	927,474.45		2,719,895.00
<b>Operating Expenses</b>				
<b>Insurance</b>				
Reinsurance Expense	170,897.76	151,139.90		991,664.00
Board & Staff Insurance	63.28	65.24		808.00
	<hr/>	<hr/>		<hr/>
Total Insurance	170,961.04	151,205.14		992,472.00
<b>Personnel Services</b>				
Salary	15,184.20	14,772.35		141,545.00
Benefits	3,230.12	3,052.13		28,309.00
	<hr/>	<hr/>		<hr/>
Total Personnel Services	18,414.32	17,824.48		169,854.00
<b>Staff Travel</b>				
Vehicle/Auto	71.57	1,209.18		6,066.00
Airfare	0.00	0.00		1,699.00
Lodging	0.00	516.73		6,370.00
Meals	6.69	226.06		1,011.00
Misc	0.00	0.00		404.00
	<hr/>	<hr/>		<hr/>
Total Staff Travel	78.26	1,951.97		15,550.00
<b>Training and Meeting Registration</b>				
Registration Fees	261.80	1,309.20		2,528.00
Staff Training	0.00	139.50		1,011.00
SDPAA Scholarship	0.00	0.00		1,011.00
	<hr/>	<hr/>		<hr/>
Total Training and Registration	261.80	1,448.70		4,550.00
<b>Supplies and Materials</b>				
Member Services Material	674.80	660.80		3,033.00
Member Services DVD Library	1,312.50	1,312.50		1,896.00
Printing	54.07	0.00		1,011.00
Office Supplies and Postage	248.59	320.24		2,022.00
Library and Subscriptions	0.00	26.35		1,011.00
	<hr/>	<hr/>		<hr/>
Total Supplies and Materials	2,289.96	2,319.89		8,973.00
<b>Contractual Services</b>				
Fiechtner Contract	693.00	0.00		3,033.00

	SDPAA		
	General Liability Income Statement		
	For the Two Months Ending February 28, 2026		
	Current Year	Last Year YTD	2026 Budget
	YTD		
Charlesworth Consulting	183.82	367.50	3,438.00
Marylin Kelley Consulting	0.00	0.00	506.00
Cyber Security Remediation	0.00	0.00	0.00
Connections EAP	4,296.47	4,214.56	14,155.00
Legal Fees	420.00	505.79	6,066.00
Rent	15.40	110.00	506.00
Audit Fees	0.00	0.00	7,279.00
Investment Fees	2,658.02	2,199.14	20,928.00
Actuarial Fees	0.00	0.00	6,066.00
Claim Administration Fees	8,708.64	8,414.14	75,828.00
Risk Control Service Fees	44,846.54	41,389.30	171,877.00
Hotlines	5,400.00	0.00	130,000.00
Online Training	3,325.57	2,500.54	5,055.00
SDML Service Fees	3,080.00	3,080.00	26,691.00
Association Dues and Fees	1,054.33	1,241.13	4,044.00
IT Services	23,207.73	7,822.28	125,975.00
Docusign	1,841.84	0.00	2,912.00
<b>Total Contractual Services</b>	<b>99,731.36</b>	<b>71,844.38</b>	<b>605,370.00</b>
<b>Capital Outlay</b>			
<b>Total Capital Outlay</b>	<b>0.00</b>	<b>105.00</b>	<b>7,077.00</b>
<b>Endorsement Fees and Sponsorships</b>			
SDML Endorsement Fee	2,637.02	2,306.38	22,853.00
SDACC Endorsement Fee	1,616.26	1,413.60	14,007.00
Member Safety Awards	0.00	0.00	1,618.00
Member Schools and Workshops	1,242.50	1,092.00	6,066.00
<b>Total Endorsement &amp; Sponsorship</b>	<b>5,495.78</b>	<b>4,811.98</b>	<b>44,544.00</b>
<b>Other Expenses</b>			
Agent Commissions	8,861.11	8,715.59	26,771.00
Board Expenses	1,109.70	7,202.45	6,066.00
Depreciation	1,117.80	1,114.98	0.00
Misc Expenses	4.06	0.00	6,800.00
<b>Total Other Expenses</b>	<b>11,092.67</b>	<b>17,033.02</b>	<b>39,637.00</b>
<b>Total Operating Expenses</b>	<b>308,325.19</b>	<b>268,544.56</b>	<b>1,888,027.00</b>
<b>Total Expenses</b>	<b>1,485,772.19</b>	<b>1,196,019.01</b>	<b>4,607,922.00</b>
<b>Net Earnings/(Loss) from Operatio</b>	<b>156,668.83</b>	<b>173,236.33</b>	<b>1,051,905.00</b>
<b>Other Income</b>			
Interest Income	35,882.98	34,255.99	343,753.00
Realized Gain/(Loss)	2,707.32	13,371.84	0.00
Unrealized Gain/(Loss)	94,740.73	51,786.28	0.00
NLC Earned Member Equity	0.00	0.00	0.00
Gain/Loss on Asset Disposal	2,453.22	0.00	0.00
<b>Total Other Income</b>	<b>135,784.25</b>	<b>99,414.11</b>	<b>343,753.00</b>
<b>Net Earnings/(Loss)</b>	<b>292,453.08</b>	<b>272,650.44</b>	<b>1,395,658.00</b>

**SDPAA**  
Auto Liability Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
<b>Revenues</b>			
Member Contributions	\$ 593,219.71	\$ 439,241.60	\$ 1,911,776.00
Agent Commissions	2,454.77	2,787.00	8,990.00
Total Revenue	<u>595,674.48</u>	<u>442,028.60</u>	<u>1,920,766.00</u>
<b>Credits</b>			
Renewal Credit	1,694.19	2,144.63	6,239.00
Loss Control Credit	4,825.50	6,373.44	55,230.00
Loss Ratio Credit	3,904.37	4,720.65	13,825.00
Total Credits	<u>(10,424.06)</u>	<u>(13,238.72)</u>	<u>(75,294.00)</u>
Total Revenue after Credits	<u>\$ 585,250.42</u>	<u>\$ 428,789.88</u>	<u>\$ 1,845,472.00</u>
<b>Expenses</b>			
<b>Claims Expenses</b>			
Losses Paid	\$ 125,111.23	\$ 42,830.49	\$ 952,436.00
Legal Fees	2,594.82	11,141.38	114,282.00
Claims Adjustment Fees	21,963.96	23,006.67	114,282.00
Total Loss Adjustment Expense	24,558.78	34,148.05	228,564.00
Recoveries	(3,888.53)	(8,530.71)	(42,327.00)
Change in Loss Reserves	150,251.83	263,945.73	0.00
Total Claims Expenses	<u>296,033.31</u>	<u>332,393.56</u>	<u>1,138,673.00</u>
<b>Operating Expenses</b>			
<b>Insurance</b>			
Reinsurance Expense	71,545.58	66,430.28	415,156.00
Board & Staff Insurance	27.12	27.96	338.00
Total Insurance	<u>71,572.70</u>	<u>66,458.24</u>	<u>415,494.00</u>
<b>Personnel Services</b>			
Salary	6,507.52	6,331.01	59,257.00
Benefits	1,384.34	1,308.05	11,851.00
Total Personnel Services	<u>7,891.86</u>	<u>7,639.06</u>	<u>71,108.00</u>
<b>Staff Travel</b>			
Vehicle/Auto	30.67	35.41	2,540.00
Airfare	0.00	0.00	711.00
Lodging	0.00	0.00	2,667.00
Meals	2.87	12.00	423.00
Misc	0.00	0.00	169.00
Total Staff Travel	<u>33.54</u>	<u>47.41</u>	<u>6,510.00</u>
<b>Training and Meeting Registration</b>			
Registration Fees	112.20	1.80	1,058.00
Staff Training	0.00	0.00	423.00
SDPAA Scholarship	0.00	0.00	423.00
Total Training and Registration	<u>112.20</u>	<u>1.80</u>	<u>1,904.00</u>
<b>Supplies and Materials</b>			
Member Services Material	289.20	283.20	1,270.00
Member Services DVD Library	562.50	562.50	794.00
Printing	23.17	0.00	423.00
Office Supplies and Postage	106.54	0.00	847.00
Library and Subscriptions	0.00	0.00	423.00
Total Supplies and Materials	<u>981.41</u>	<u>845.70</u>	<u>3,757.00</u>
<b>Contractual Services</b>			

**SDPAA**  
Auto Liability Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
Fiechtner Contract	297.00	0.00	1,270.00
Charlesworth Consulting	78.78	157.50	1,439.00
Marylin Kelley Consulting	0.00	0.00	212.00
Connections EAP	1,841.35	1,806.24	5,926.00
Legal Fees	180.00	216.77	2,540.00
Rent	6.60	0.00	212.00
Audit Fees	0.00	0.00	3,048.00
Investment Fees	1,139.15	942.49	8,762.00
Actuarial Fees	0.00	0.00	2,540.00
Claim Administration Fees	3,732.28	3,606.06	31,745.00
Risk Control Service Fees	19,931.80	18,395.24	71,956.00
Online Training	1,425.24	1,071.66	2,116.00
SDML Service Fees	1,320.00	1,320.00	11,174.00
Association Dues and Fees	451.86	411.06	1,693.00
IT Services	9,946.18	3,283.88	52,739.00
Docusign	789.36	0.00	1,219.00
<b>Total Contractual Services</b>	<b>41,139.60</b>	<b>31,210.90</b>	<b>199,014.00</b>
<b>Capital Outlay</b>			
<b>Total Capital Outlay</b>	<b>0.00</b>	<b>45.00</b>	<b>2,963.00</b>
<b>Endorsement Fees and Sponsorships</b>			
SDML Endorsement Fee	1,130.16	988.44	9,567.00
SDACC Endorsement Fee	692.68	605.82	5,864.00
Member Safety Awards	0.00	0.00	677.00
Member Schools and Workshops	532.50	468.00	2,540.00
<b>Total Endorsement &amp; Sponsorships</b>	<b>2,355.34</b>	<b>2,062.26</b>	<b>18,648.00</b>
<b>Other Expenses</b>			
Agent Commissions	2,454.77	2,704.37	8,990.00
Board Expenses	475.58	88.91	2,540.00
Depreciation	479.06	477.86	0.00
Misc Expenses	1.74	0.00	2,000.00
<b>Total Other Expenses</b>	<b>3,411.15</b>	<b>3,271.14</b>	<b>13,530.00</b>
<b>Total Operating Expenses</b>	<b>127,497.80</b>	<b>111,581.51</b>	<b>732,928.00</b>
<b>Total Expenses</b>	<b>423,531.11</b>	<b>443,975.07</b>	<b>1,871,601.00</b>
<b>Net Earnings/(Loss) from Operatio</b>	<b>161,719.31</b>	<b>(15,185.19)</b>	<b>(26,129.00)</b>
<b>Other Income</b>			
Interest Income	14,758.93	13,043.47	143,911.00
Realized Gain/(Loss)	1,160.28	5,730.78	0.00
Unrealized Gain/(Loss)	40,603.17	22,194.12	0.00
Gain/Loss on Asset Disposal	1,051.38	0.00	0.00
<b>Total Other Income</b>	<b>57,573.76</b>	<b>40,968.37</b>	<b>143,911.00</b>
<b>Net Earnings/(Loss)</b>	<b>\$ 219,293.07</b>	<b>\$ 25,783.18</b>	<b>\$ 117,782.00</b>

SDPAA  
Law Enforcement Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
<b>Revenues</b>			
Member Contributions	\$ 543,594.62	\$ 410,116.89	\$ 1,872,437.00
Agent Commissions	1,815.41	1,884.16	8,805.00
<b>Total Revenue</b>	<b>545,410.03</b>	<b>412,001.05</b>	<b>1,881,242.00</b>
<b>Credits</b>			
Law Enforcement Credit	21,563.52	20,657.90	40,731.00
<b>Total Credits</b>	<b>(21,563.52)</b>	<b>(20,657.90)</b>	<b>(59,278.00)</b>
<b>Total Revenue after Credits</b>	<b>\$ 523,846.51</b>	<b>\$ 391,343.15</b>	<b>\$ 1,821,964.00</b>
<b>Expenses</b>			
<b>Claims Expenses</b>			
Losses Paid	\$ 0.00	\$ 0.00	\$ 906,467.00
Legal Fees	105,612.32	34,230.62	108,766.00
Claims Adjustment Fees	45,983.77	33,240.78	108,766.00
<b>Total Loss Adjustment Expense</b>	<b>151,596.09</b>	<b>67,471.40</b>	<b>217,532.00</b>
Recoveries	0.00	(25,000.00)	(40,284.00)
Change in Loss Reserves	166,054.05	384,604.72	0.00
<b>Total Claims Expenses</b>	<b>317,650.14</b>	<b>427,076.12</b>	<b>1,083,715.00</b>
<b>Operating Expenses</b>			
<b>Insurance</b>			
Reinsurance Expense	68,092.42	60,373.06	395,119.00
Board & Staff Insurance	27.12	27.96	322.00
<b>Total Insurance</b>	<b>68,119.54</b>	<b>60,401.02</b>	<b>395,441.00</b>
<b>Personnel Services</b>			
Salary	6,507.52	6,331.01	56,397.00
Benefits	1,384.34	1,308.05	11,279.00
<b>Total Personnel Services</b>	<b>7,891.86</b>	<b>7,639.06</b>	<b>67,676.00</b>
<b>Staff Travel</b>			
Vehicle/Auto	30.67	35.41	2,417.00
Airfare	0.00	0.00	677.00
Lodging	0.00	0.00	2,538.00
Meals	2.87	12.00	403.00
Misc	0.00	0.00	161.00
<b>Total Staff Travel</b>	<b>33.54</b>	<b>47.41</b>	<b>6,196.00</b>
<b>Training and Meeting Registration</b>			
Registration Fees	112.20	1.80	1,007.00
Staff Training	0.00	0.00	403.00
SDPAA Scholarship	0.00	0.00	403.00
<b>Total Training and Registration</b>	<b>112.20</b>	<b>1.80</b>	<b>1,813.00</b>
<b>Supplies and Materials</b>			
Member Services Material	289.20	283.20	1,209.00
Member Services DVD Library	562.50	562.50	755.00
Printing	23.17	0.00	403.00
Office Supplies and Postage	106.54	0.00	806.00
Library and Subscriptions	0.00	0.00	403.00
<b>Total Supplies and Materials</b>	<b>981.41</b>	<b>845.70</b>	<b>3,576.00</b>
<b>Contractual Services</b>			
Fiechtner Contract	297.00	0.00	1,209.00
Charlesworth Consulting	78.78	157.50	1,370.00

SDPAA  
Law Enforcement Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
Marylin Kelley Consulting	0.00	0.00	201.00
Connections EAP	1,841.35	1,806.24	5,640.00
Legal Fees	180.00	216.77	2,417.00
Rent	6.60	0.00	201.00
Audit Fees	0.00	0.00	2,900.00
Investment Fees	1,139.15	942.49	8,339.00
Actuarial Fees	0.00	0.00	2,417.00
Claim Administration Fees	3,732.28	3,606.06	30,213.00
Risk Control Service Fees	18,270.82	16,862.30	68,481.00
Online Training	1,425.24	1,071.66	2,014.00
SDML Service Fees	1,320.00	1,320.00	10,635.00
Jail Policies & Procedures	20,000.00	40,000.00	20,000.00
Law Enforcement Training	20,000.00	5,000.00	20,000.00
Association Dues and Fees	451.86	411.06	1,611.00
IT Services	9,946.18	3,283.88	50,195.00
Docusign	789.36	0.00	1,160.00
<b>Total Contractual Services</b>	<b>79,478.62</b>	<b>74,677.96</b>	<b>229,406.00</b>
<b>Capital Outlay</b>			
<b>Total Capital Outlay</b>	<b>0.00</b>	<b>45.00</b>	<b>2,820.00</b>
<b>Endorsement Fees and Sponsorships</b>			
SDML Endorsement Fee	1,130.16	988.44	9,105.00
SDACC Endorsement Fee	692.68	605.82	5,581.00
Member Safety Awards	0.00	0.00	645.00
Member Schools and Workshops	532.50	468.00	2,417.00
<b>Total Endorsement Fees &amp; Sponsor</b>	<b>2,355.34</b>	<b>2,062.26</b>	<b>17,748.00</b>
<b>Other Expenses</b>			
Agent Commissions	1,815.41	1,884.16	8,805.00
Board Expenses	475.58	88.91	2,417.00
Depreciation	479.06	477.86	0.00
Misc Expenses	1.74	0.00	1,000.00
<b>Total Other Expenses</b>	<b>2,771.79</b>	<b>2,450.93</b>	<b>12,222.00</b>
<b>Total Operating Expenses</b>	<b>161,744.30</b>	<b>148,171.14</b>	<b>736,898.00</b>
<b>Total Expenses</b>	<b>479,394.44</b>	<b>575,247.26</b>	<b>1,820,613.00</b>
<b>Net Earnings/(Loss)-Operations</b>	<b>44,452.07</b>	<b>(183,904.11)</b>	<b>1,351.00</b>
<b>Other Income</b>			
Interest Income	14,758.93	13,043.47	136,965.00
Realized Gain/(Loss)	1,160.28	5,730.78	0.00
Unrealized Gain/(Loss)	40,603.14	22,194.12	0.00
Gain/Loss on Asset Disposal	1,051.39	0.00	0.00
<b>Total Other Income</b>	<b>57,573.74</b>	<b>40,968.37</b>	<b>136,965.00</b>
<b>Net Earnings/(Loss)</b>	<b>\$ 102,025.81</b>	<b>\$ (142,935.74)</b>	<b>\$ 138,316.00</b>

SDPAA  
Property Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
<b>Revenues</b>			
Member Contributions	\$ 3,588,930.22	\$ 2,430,457.75	\$ 12,141,836.00
Agent Commissions	28,419.49	24,468.88	57,098.00
Total Revenue	<u>3,617,349.71</u>	<u>2,454,926.63</u>	<u>12,198,934.00</u>
<b>Credits</b>			
Renewal Credit	9,701.43	12,815.64	39,622.00
Loss Control Credit	29,409.41	37,006.52	117,796.00
Loss Ratio Credit	23,721.60	27,138.13	87,802.00
Total Credits	<u>(62,832.44)</u>	<u>(76,960.29)</u>	<u>(245,220.00)</u>
Total Revenue after Credits	<u>\$ 3,554,517.27</u>	<u>\$ 2,377,966.34</u>	<u>\$ 11,953,714.00</u>
<b>Expenses</b>			
<b>Claims Expenses</b>			
Losses Paid	\$ 671,961.91	\$ 109,554.51	\$ 5,465,417.00
Legal Fees	135.00	0.00	655,792.00
Claims Adjustment Fees	65,561.25	30,600.57	655,792.00
Total Loss Adjustment Expense	65,696.25	30,600.57	1,311,584.00
Recoveries	(48,339.63)	(48,247.37)	(242,885.00)
Change in Loss Reserves	(59,770.74)	2,347,173.34	0.00
Total Claims Expenses	<u>629,547.79</u>	<u>2,439,081.05</u>	<u>6,534,116.00</u>
<b>Operating Expenses</b>			
<b>Insurance</b>			
Reinsurance Expense	890,638.20	839,814.88	5,395,446.00
Board & Staff Insurance	248.60	256.30	1,904.00
Total Insurance	<u>890,886.80</u>	<u>840,071.18</u>	<u>5,397,350.00</u>
<b>Personnel Services</b>			
Salary	59,652.24	58,034.25	333,040.00
Benefits	12,689.78	11,990.49	66,608.00
Total Personnel Services	<u>72,342.02</u>	<u>70,024.74</u>	<u>399,648.00</u>
<b>Staff Travel</b>			
Vehicle/Auto	281.15	324.56	14,273.00
Airfare	0.00	0.00	3,996.00
Lodging	0.00	0.00	14,987.00
Meals	26.28	110.00	2,379.00
Misc	0.00	0.00	952.00
Total Staff Travel	<u>307.43</u>	<u>434.56</u>	<u>36,587.00</u>
<b>Training and Meeting Registration</b>			
Registration Fees	1,028.50	16.50	5,947.00
Staff Training	0.00	0.00	2,379.00
SDPAA Scholarship	0.00	0.00	2,379.00
Total Training and Registration	<u>1,028.50</u>	<u>16.50</u>	<u>10,705.00</u>
<b>Supplies and Materials</b>			
Member Services Material	2,651.00	2,596.00	7,137.00
Member Services DVD Library	5,156.25	5,156.25	4,460.00
Printing	212.42	0.00	2,379.00
Office Supplies and Postage	976.61	0.00	4,758.00
Library and Subscriptions	0.00	0.00	2,379.00
Total Supplies and Materials	<u>8,996.28</u>	<u>7,752.25</u>	<u>21,113.00</u>
<b>Contractual Services</b>			

SDPAA  
Property Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
Fiechtner Contract	2,722.50	0.00	7,137.00
Charlesworth Consulting	722.15	1,443.75	8,088.00
Marilyn Kelley Consulting	0.00	0.00	1,189.00
Connections EAP	16,879.01	16,557.20	33,304.00
Legal Fees	1,650.00	1,987.02	14,273.00
Rent	60.50	0.00	1,189.00
Audit Fees	0.00	0.00	17,128.00
Investment Fees	10,442.21	8,639.47	49,242.00
Actuarial Fees	0.00	0.00	14,273.00
Claim Administration Fees	34,212.46	33,055.56	178,414.00
Risk Control Service Fees	0.00	0.00	412,906.00
Online Training	13,064.73	9,823.55	12,144.00
SDML Service Fees	12,100.00	12,100.00	62,802.00
Association Dues and Fees	4,142.02	3,768.02	9,515.00
IT Services	91,173.26	30,102.23	296,406.00
Docusign	7,235.80	0.00	6,851.00
<b>Total Contractual Services</b>	<b>194,404.64</b>	<b>117,476.80</b>	<b>1,127,240.00</b>
<b>Capital Outlay</b>			
<b>Total Capital Outlay</b>	<b>0.00</b>	<b>412.50</b>	<b>16,652.00</b>
<b>Endorsement Fees and Sponsorships</b>			
SDML Endorsement Fee	10,359.80	9,060.78	53,770.00
SDACC Endorsement Fee	6,349.56	5,553.44	32,956.00
Member Safety Awards	0.00	0.00	3,806.00
Member Schools and Workshops	4,881.25	4,290.00	14,273.00
<b>Total Endorsement Fees &amp; Sponsors</b>	<b>21,590.61</b>	<b>18,904.22</b>	<b>104,805.00</b>
<b>Other Expenses</b>			
Agent Commissions	28,351.46	23,480.12	57,098.00
Board Expenses	4,359.55	815.00	14,273.00
Depreciation	4,391.38	4,380.32	0.00
Misc Expenses	15.95	0.00	6,000.00
<b>Total Other Expenses</b>	<b>37,118.34</b>	<b>28,675.44</b>	<b>77,371.00</b>
<b>Total Operating Expenses</b>	<b>1,226,674.62</b>	<b>1,083,768.19</b>	<b>7,191,471.00</b>
<b>Total Expenses</b>	<b>1,856,222.41</b>	<b>3,522,849.24</b>	<b>13,725,587.00</b>
<b>Net Earnings/(Loss) - Operations</b>	<b>1,698,294.86</b>	<b>(1,144,882.90)</b>	<b>(1,771,873.00)</b>
<b>Other Income</b>			
Interest Income	135,290.03	119,565.18	808,812.00
Realized Gain/(Loss)	10,635.91	52,532.22	0.00
Unrealized Gain/(Loss)	372,195.70	203,446.10	0.00
NLC Earned Member Equity	0.00	0.00	0.00
Gain/Loss on Asset Disposal	9,637.65	0.00	0.00
<b>Total Other Income</b>	<b>527,759.29</b>	<b>375,543.50</b>	<b>808,812.00</b>
<b>Net Earnings/(Loss)</b>	<b>\$ 2,226,054.15</b>	<b>\$ (769,339.40)</b>	<b>\$ (963,061.00)</b>

SDPAA  
Auto Physical Damage Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
<b>Revenues</b>			
Member Contributions	\$ 1,231,471.15	\$ 880,768.35	\$ 3,662,635.00
Agent Commissions	5,015.57	5,557.30	17,224.00
<b>Total Revenue</b>	<u>1,236,486.72</u>	<u>886,325.65</u>	<u>3,679,859.00</u>
<b>Credits</b>			
Renewal Credit	3,463.13	4,336.68	11,952.00
Loss Control Credit	9,703.76	13,090.88	35,534.00
Loss Ratio Credit	8,525.51	9,920.67	26,486.00
<b>Total Credits</b>	<u>(21,692.40)</u>	<u>(27,348.23)</u>	<u>(73,972.00)</u>
<b>Total Revenue after Credits</b>	<u>\$ 1,214,794.32</u>	<u>\$ 858,977.42</u>	<u>\$ 3,605,887.00</u>
<b>Expenses</b>			
<b>Claims Expenses</b>			
Losses Paid	\$ 321,445.39	\$ 138,484.84	\$ 1,651,641.00
Legal Fees	436.97	0.00	198,180.00
Claims Adjustment Fees	32,260.18	29,137.93	198,180.00
<b>Total Loss Adjustment Expense</b>	<u>32,697.15</u>	<u>29,137.93</u>	<u>396,360.00</u>
Recoveries	(31,961.05)	(47,399.49)	(73,400.00)
Change in Loss Reserves	(130,407.04)	277,399.42	0.00
<b>Total Claims Expenses</b>	<u>191,774.45</u>	<u>397,622.70</u>	<u>1,974,601.00</u>
<b>Operating Expenses</b>			
<b>Insurance</b>			
Reinsurance Expense	269,149.62	276,129.20	1,630,497.00
Board & Staff Insurance	81.36	83.88	588.00
<b>Total Insurance</b>	<u>269,230.98</u>	<u>276,213.08</u>	<u>1,631,085.00</u>
<b>Personnel Services</b>			
Salary	19,522.54	18,993.03	102,761.00
Benefits	4,153.02	3,924.16	20,553.00
<b>Total Personnel Services</b>	<u>23,675.56</u>	<u>22,917.19</u>	<u>123,314.00</u>
<b>Staff Travel</b>			
Vehicle/Auto	92.01	106.22	4,404.00
Airfare	0.00	0.00	1,233.00
Lodging	0.00	0.00	4,623.00
Meals	8.60	36.00	734.00
Misc	0.00	0.00	294.00
<b>Total Staff Travel</b>	<u>100.61</u>	<u>142.22</u>	<u>11,288.00</u>
<b>Training and Meeting Registration</b>			
Registration Fees	336.60	5.40	1,835.00
Staff Training	0.00	0.00	734.00
SDPAA Scholarship	0.00	0.00	734.00
<b>Total Training and Registration</b>	<u>336.60</u>	<u>5.40</u>	<u>3,303.00</u>
<b>Supplies and Materials</b>			
Member Services Material	867.60	849.60	2,201.00
Member Services DVD Library	1,687.50	1,687.50	1,376.00
Printing	69.52	0.00	734.00
Office Supplies and Postage	319.62	0.00	1,467.00
Library and Subscriptions	0.00	0.00	734.00
<b>Total Supplies and Materials</b>	<u>2,944.24</u>	<u>2,537.10</u>	<u>6,512.00</u>
<b>Contractual Services</b>			

SDPAA  
Auto Physical Damage Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
Fiechtner Contract	891.00	0.00	2,201.00
Charlesworth Consulting	236.34	472.50	2,495.00
Marilyn Kelley Consulting	0.00	0.00	367.00
Connections EAP	5,524.04	5,418.72	10,275.00
Legal Fees	540.00	650.30	4,404.00
Rent	19.80	0.00	367.00
Audit Fees	0.00	0.00	5,285.00
Investment Fees	3,417.45	2,827.47	15,194.00
Actuarial Fees	0.00	0.00	4,404.00
Claim Administration Fees	11,196.82	10,818.18	55,050.00
Risk Control Service Fees	0.00	0.00	124,780.00
Online Training	4,275.73	3,214.98	3,671.00
SDML Service Fees	3,960.00	3,960.00	19,378.00
Association Dues and Fees	1,355.57	1,233.17	2,937.00
IT Services	29,838.52	9,851.64	91,455.00
Docusign	2,368.08	0.00	2,114.00
<b>Total Contractual Services</b>	<b>63,623.35</b>	<b>38,446.96</b>	<b>345,111.00</b>
<b>Capital Outlay</b>			
<b>Total Capital Outlay</b>	<b>0.00</b>	<b>135.00</b>	<b>5,138.00</b>
<b>Endorsement Fees and Sponsorships</b>			
SDML Endorsement Fee	3,390.48	2,965.34	16,591.00
SDACC Endorsement Fee	2,078.04	1,817.48	10,167.00
Member Safety Awards	0.00	0.00	1,174.00
Member Schools and Workshops	1,597.50	1,404.00	4,404.00
<b>Total Endorsement Fees &amp; Sponsors</b>	<b>7,066.02</b>	<b>6,186.82</b>	<b>32,336.00</b>
<b>Other Expenses</b>			
Agent Commissions	5,007.65	5,533.60	17,224.00
Board Expenses	1,426.76	266.73	4,404.00
Depreciation	1,437.18	1,433.56	0.00
Misc Expenses	5.22	0.00	4,000.00
<b>Total Other Expenses</b>	<b>7,876.81</b>	<b>7,233.89</b>	<b>25,628.00</b>
<b>Total Operating Expenses</b>	<b>374,854.17</b>	<b>353,817.66</b>	<b>2,183,715.00</b>
<b>Total Expenses</b>	<b>566,628.62</b>	<b>751,440.36</b>	<b>4,158,316.00</b>
<b>Net Earnings/(Loss) - Operations</b>	<b>648,165.70</b>	<b>107,537.06</b>	<b>(552,429.00)</b>
<b>Other Income</b>			
Interest Income	44,276.75	39,130.42	249,559.00
Realized Gain/(Loss)	3,480.84	17,192.36	0.00
Unrealized Gain/(Loss)	121,809.51	66,582.36	0.00
Gain/Loss on Asset Disposal	3,154.14	0.00	0.00
<b>Total Other Income</b>	<b>172,721.24</b>	<b>122,905.14</b>	<b>249,559.00</b>
<b>Net Earnings/(Loss)</b>	<b>\$ 820,886.94</b>	<b>\$ 230,442.20</b>	<b>\$ (302,870.00)</b>

SDPAA  
Equipment Breakdown Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
<b>Revenues</b>			
Member Contributions	\$ 104,026.49	\$ 57,583.22	\$ 236,477.00
Agent Commissions	860.11	768.38	1,112.00
<b>Total Revenue</b>	<b>104,886.60</b>	<b>58,351.60</b>	<b>237,589.00</b>
<b>Credits</b>			
Renewal Credit	0.00	0.00	0.00
Loss Control Credit	0.00	0.00	0.00
Loss Ratio Credit	0.00	0.00	0.00
Law Enforcement Credit	0.00	0.00	0.00
<b>Total Credits</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total Revenue after Credits</b>	<b>\$ 104,886.60</b>	<b>\$ 58,351.60</b>	<b>\$ 237,589.00</b>
<b>Expenses</b>			
<b>Claims Expenses</b>			
Losses Paid	\$ 0.00	\$ 0.00	\$ 0.00
<b>Total Loss Adjustment Expense</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Recoveries</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total Claims Expenses</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Operating Expenses</b>			
<b>Insurance</b>			
Reinsurance Expense	45,091.00	37,152.00	239,515.00
Board & Staff Insurance	4.52	4.66	40.00
<b>Total Insurance</b>	<b>45,095.52</b>	<b>37,156.66</b>	<b>239,555.00</b>
<b>Personnel Services</b>			
Salary	1,084.58	1,055.17	7,000.00
Benefits	230.73	218.01	1,400.00
<b>Total Personnel Services</b>	<b>1,315.31</b>	<b>1,273.18</b>	<b>8,400.00</b>
<b>Staff Travel</b>			
Vehicle/Auto	5.11	5.90	300.00
Airfare	0.00	0.00	84.00
Lodging	0.00	0.00	315.00
Meals	0.48	2.00	50.00
Misc	0.00	0.00	20.00
<b>Total Staff Travel</b>	<b>5.59</b>	<b>7.90</b>	<b>769.00</b>
<b>Training and Meeting Registration</b>			
Registration Fees	18.70	0.30	125.00
Staff Training	0.00	0.00	50.00
SDPAA Scholarship	0.00	0.00	50.00
<b>Total Training and Registration</b>	<b>18.70</b>	<b>0.30</b>	<b>225.00</b>
<b>Supplies and Materials</b>			
Member Services Material	48.20	47.20	150.00
Member Services DVD Library	93.75	93.75	94.00
Printing	3.86	0.00	50.00
Office Supplies and Postage	17.76	0.00	100.00
Library and Subscriptions	0.00	0.00	50.00
<b>Total Supplies and Materials</b>	<b>163.57</b>	<b>140.95</b>	<b>444.00</b>
<b>Contractual Services</b>			
Fiechtner Contract	49.50	0.00	150.00
Charlesworth Consulting	13.13	26.25	170.00

SDPAA  
Equipment Breakdown Income Statement  
For the Two Months Ending February 28, 2026

	Current Year - YTD	Last Year - YTD	2026 Budget
Marylin Kelley Consulting	0.00	0.00	25.00
Connections EAP	306.89	301.04	700.00
Legal Fees	30.00	36.13	300.00
Rent	1.10	0.00	25.00
Audit Fees	0.00	0.00	360.00
Investment Fees	189.86	157.08	1,035.00
Actuarial Fees	0.00	0.00	300.00
Claim Administration Fees	622.04	601.02	3,750.00
Online Training	237.54	178.61	0.00
SDML Service Fees	220.00	220.00	1,320.00
Association Dues and Fees	75.31	68.51	200.00
IT Services	1,657.69	547.31	6,230.00
DocuSign	131.56	0.00	144.00
<b>Total Contractual Services</b>	<b>3,534.62</b>	<b>2,135.95</b>	<b>14,759.00</b>
<b>Capital Outlay</b>			
<b>Total Capital Outlay</b>	<b>0.00</b>	<b>7.50</b>	<b>350.00</b>
<b>Endorsement Fees and Sponsorships</b>			
SDML Endorsement Fee	188.36	164.74	1,130.00
SDACC Endorsement Fee	115.44	100.98	693.00
Member Safety Awards	0.00	0.00	80.00
Member Schools and Workshops	88.75	78.00	300.00
<b>Total Endorsement Fees &amp; Sponsors</b>	<b>392.55</b>	<b>343.72</b>	<b>2,203.00</b>
<b>Other Expenses</b>			
Agent Commissions	854.25	745.60	1,112.00
Board Expenses	79.27	14.82	300.00
Depreciation	79.86	79.64	0.00
Misc Expenses	0.29	0.00	200.00
<b>Total Other Expenses</b>	<b>1,013.67</b>	<b>840.06</b>	<b>1,612.00</b>
<b>Total Operating Expenses</b>	<b>51,539.53</b>	<b>41,906.22</b>	<b>268,317.00</b>
<b>Total Expenses</b>	<b>51,539.53</b>	<b>41,906.22</b>	<b>268,317.00</b>
<b>Net Earnings/(Loss) - Operations</b>	<b>53,347.07</b>	<b>16,445.38</b>	<b>(30,728.00)</b>
<b>Other Income</b>			
Interest Income	2,459.82	2,173.90	17,000.00
Realized Gain/(Loss)	193.38	955.13	0.00
Unrealized Gain/(Loss)	6,767.17	3,699.07	0.00
Gain/Loss on Asset Disposal	175.23	0.00	0.00
<b>Total Other Income</b>	<b>9,595.60</b>	<b>6,828.10</b>	<b>17,000.00</b>
<b>Net Earnings/(Loss)</b>	<b>\$ 62,942.67</b>	<b>\$ 23,273.48</b>	<b>\$ (13,728.00)</b>

# **Report Items**

## **Financial Report**

4-Year Loss Ratio Reports

# Loss Ratio by Coverage

For 3/01/2022  
Thru 2/28/2026

Coverage	Contributions	Credits	Incurred Losses	Incurred Loss Ratio
Auto Liability	\$6,500,148.70	\$256,277.85	\$3,771,981.02	60.4%
Auto Physical Damage	\$11,589,990.96	\$466,934.56	\$6,634,048.59	59.6%
Equipment Breakdown	\$724,274.90	\$0.00	\$6,011.91	0.8%
General Liability	\$23,306,149.78	\$977,141.38	\$10,387,530.81	46.5%
Law Enforcement	\$6,319,864.95	\$294,072.98	\$2,238,942.72	37.2%
Property	\$31,637,642.61	\$1,206,965.13	\$21,476,601.70	70.6%
<b>Total</b>	<b>\$80,078,071.90</b>	<b>\$3,201,391.89</b>	<b>\$44,515,116.75</b>	<b>57.9%</b>

\* Loss Ratios = Losses/Net Contributions, Net Contributions = Contributions - Credits

# Loss Ratio by Type

For 3/01/2022  
Thru 2/28/2026

<b>City</b>	<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
	Auto Liability	\$3,853,545.23	\$151,506.51	\$1,458,887.05	39.4%
	Auto Physical Damage	\$6,390,590.74	\$268,263.18	\$2,449,498.48	40.0%
	Equipment Breakdown	\$503,931.57	\$0.00	\$3,377.97	0.7%
	General Liability	\$14,367,115.11	\$607,737.12	\$4,999,759.54	36.3%
	Law Enforcement	\$2,486,337.41	\$116,873.74	\$1,290,600.41	54.5%
	Property	\$20,715,658.87	\$829,493.12	\$13,595,368.51	68.4%
	<b>City Total:</b>	<b>\$48,317,178.93</b>	<b>\$1,973,873.67</b>	<b>\$23,797,491.96</b>	<b>51.4%</b>

## Conservation District

<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
Auto Liability	\$108,098.31	\$4,053.35	\$18,881.34	18.1%
Auto Physical Damage	\$107,701.17	\$4,034.07	\$45,308.05	43.7%
Equipment Breakdown	\$9,654.45	\$0.00	\$1,949.85	20.2%
General Liability	\$337,095.96	\$13,864.03	\$3,928.34	1.2%
Property	\$322,856.97	\$12,591.87	\$941,990.18	303.6%
<b>Conservation District Total:</b>	<b>\$885,406.86</b>	<b>\$34,543.32</b>	<b>\$1,012,057.76</b>	<b>118.9%</b>

## County

<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
Auto Liability	\$2,375,545.49	\$92,582.25	\$2,264,982.43	99.2%
Auto Physical Damage	\$4,760,270.15	\$178,350.58	\$4,071,048.40	88.9%
Equipment Breakdown	\$203,967.70	\$0.00	\$684.09	0.3%
General Liability	\$7,209,333.24	\$287,299.85	\$4,958,727.38	71.6%
Law Enforcement	\$3,821,481.05	\$176,596.91	\$948,342.31	26.0%
Property	\$9,421,380.93	\$308,085.01	\$6,681,258.46	73.3%
<b>County Total:</b>	<b>\$27,791,978.55</b>	<b>\$1,042,914.60</b>	<b>\$18,925,043.07</b>	<b>70.8%</b>

## Township

<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
Auto Liability	\$3,005.90	\$141.30	\$0.00	0.0%
Auto Physical Damage	\$0.00	\$0.00	\$0.00	0.0%
General Liability	\$211,952.35	\$8,123.37	\$21,735.03	10.7%
Property	\$42,696.98	\$1,509.39	\$0.00	0.0%
<b>Township Total:</b>	<b>\$257,655.24</b>	<b>\$9,774.05</b>	<b>\$21,735.03</b>	<b>8.8%</b>

## Special Districts & Others

<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
Auto Liability	\$159,953.77	\$7,994.44	\$29,230.20	19.2%
Auto Physical Damage	\$331,428.89	\$16,286.72	\$68,193.66	21.6%
Equipment Breakdown	\$6,721.18	\$0.00	\$0.00	0.0%
General Liability	\$1,180,653.13	\$60,117.00	\$403,380.52	36.0%
Law Enforcement	\$12,046.49	\$602.33	\$0.00	0.0%
Property	\$1,135,048.86	\$55,285.75	\$257,984.55	23.9%
<b>Special Districts &amp; Others Total:</b>	<b>\$2,825,852.32</b>	<b>\$140,286.24</b>	<b>\$758,788.93</b>	<b>28.3%</b>

## Total All Types:

<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
<b>\$80,078,071.90</b>	<b>\$3,201,391.89</b>	<b>\$44,515,116.75</b>	<b>57.9%</b>

\* Loss Ratios = Losses/Net Contributions, Net Contributions = Contributions - Credits

# Loss Ratio by Type Detail

For 3/01/2022  
Thru 2/28/2026

<b>City</b>	<b>Type</b>	<b>Class Code</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>	
	City	0 to 2,500	10	\$14,971,443.36	\$571,350.86	\$7,972,023.59	55.4%
		2,501 to 10,000	11	\$8,877,871.83	\$375,387.25	\$7,488,782.32	88.1%
		10,001 to 25,000	12	\$18,693,997.46	\$817,729.65	\$6,255,615.99	35.0%
		25,001 to 50,000	13	\$2,183,105.42	\$83,307.94	\$534,876.62	25.5%
		50,001 to 100,000	14	\$0.00	\$0.00	\$0.00	0.0%
		100,001 to 250,000	15	\$3,590,760.86	\$126,097.96	\$1,546,193.44	44.6%
	<b>City Total:</b>			<b>\$48,317,178.93</b>	<b>\$1,973,873.67</b>	<b>\$23,797,491.96</b>	<b>51.4%</b>

<b>Conservation District</b>	<b>Type</b>	<b>Class Code</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>	
	Conservation District		46	\$885,406.86	\$34,543.32	\$1,012,057.76	118.9%
	<b>Conservation District Total:</b>			<b>\$885,406.86</b>	<b>\$34,543.32</b>	<b>\$1,012,057.76</b>	<b>118.9%</b>

<b>County</b>	<b>Type</b>	<b>Class Code</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>	
	County	0 to 2,500	01	\$3,213,175.78	\$123,703.49	\$2,808,900.76	90.9%
		2,501 to 10,000	02	\$10,349,364.25	\$392,651.45	\$7,263,424.03	73.0%
		10,001 to 25,000	03	\$4,596,760.06	\$166,196.58	\$3,626,922.59	81.9%
		25,001 to 50,000	04	\$4,070,891.72	\$164,113.02	\$2,827,524.82	72.4%
		50,001 to 100,000	05	\$413,622.64	\$10,921.83	\$44,477.93	11.0%
		100,001 to 250,000	06	\$5,148,164.10	\$185,328.25	\$2,353,792.94	47.4%
	<b>County Total:</b>			<b>\$27,791,978.55</b>	<b>\$1,042,914.60</b>	<b>\$18,925,043.07</b>	<b>70.8%</b>

<b>Special Districts &amp; Others</b>	<b>Type</b>	<b>Class Code</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>	
	Boards & Commissions, Water Shed District, Road District		90	\$352,957.96	\$15,215.21	\$111,135.68	32.9%
	Fire or Ambulance District		40	\$166,885.03	\$6,921.82	\$4,847.43	3.0%
	Irrigation District		47	\$180,792.02	\$8,661.25	\$44,528.79	25.9%
	Miscellaneous		99	\$1,591,272.68	\$91,303.04	\$262,889.91	17.5%
	Sanitary Districts		80	\$375,734.02	\$10,416.65	\$268,968.38	73.6%
	Solid Waste District		82	\$85,025.54	\$3,662.53	\$53,410.01	65.6%
	Village		30	\$73,185.07	\$4,105.75	\$13,008.73	18.8%
	<b>Special Districts &amp; Others Total:</b>			<b>\$2,825,852.32</b>	<b>\$140,286.24</b>	<b>\$758,788.93</b>	<b>28.3%</b>

<b>Township</b>	<b>Type</b>	<b>Class Code</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>	
	Township	0 to 2,500	20	\$257,655.24	\$9,774.05	\$21,735.03	8.8%
	<b>Township Total:</b>			<b>\$257,655.24</b>	<b>\$9,774.05</b>	<b>\$21,735.03</b>	<b>8.8%</b>

<b>Total All Types:</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
	<b>\$80,078,071.90</b>	<b>\$3,201,391.89</b>	<b>\$44,515,116.75</b>	<b>57.9%</b>

\* Loss Ratios = Losses/Net Contributions, Net Contributions = Contributions - Credits

# **Report Items**

## **Financial Report**

1-Year Loss Ratio Reports

# Loss Ratio by Coverage

For 3/01/2025  
Thru 2/28/2026

Coverage	Contributions	Credits	Incurred Losses	Incurred Loss Ratio
Auto Liability	\$1,849,898.36	\$46,208.67	\$2,064,071.39	114.4%
Auto Physical Damage	\$3,606,379.57	\$92,828.25	\$1,445,382.44	41.1%
Equipment Breakdown	\$281,106.53	\$0.00	\$0.00	0.0%
General Liability	\$5,736,174.95	\$153,106.29	\$1,828,417.76	32.7%
Law Enforcement	\$1,846,653.96	\$87,133.55	\$276,700.24	15.7%
Property	\$10,589,257.88	\$274,124.07	\$3,085,468.25	29.9%
<b>Total</b>	<b>\$23,909,471.25</b>	<b>\$653,400.82</b>	<b>\$8,700,040.08</b>	<b>37.4%</b>

\* Loss Ratios = Losses/Net Contributions, Net Contributions = Contributions - Credits

# Loss Ratio by Type

For 3/01/2025  
Thru 2/28/2026

<b>City</b>	<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
	Auto Liability	\$1,090,899.72	\$28,571.46	\$396,697.01	37.3%
	Auto Physical Damage	\$1,954,530.96	\$54,263.16	\$565,778.56	29.8%
	Equipment Breakdown	\$194,869.95	\$0.00	\$0.00	0.0%
	General Liability	\$3,517,025.31	\$97,495.84	\$802,350.10	23.5%
	Law Enforcement	\$706,445.72	\$33,329.62	\$123,685.10	18.4%
	Property	\$6,842,379.26	\$179,792.02	\$2,064,548.90	31.0%
	<b>City Total:</b>	<b>\$14,306,150.92</b>	<b>\$393,452.11</b>	<b>\$3,953,059.67</b>	<b>28.4%</b>

## Conservation District

<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
Auto Liability	\$28,485.17	\$731.97	\$18,881.34	68.0%
Auto Physical Damage	\$31,941.12	\$831.69	\$27,885.61	89.6%
Equipment Breakdown	\$3,085.81	\$0.00	\$0.00	0.0%
General Liability	\$75,926.77	\$2,099.93	\$0.00	0.0%
Property	\$92,724.08	\$2,507.41	\$16,801.57	18.6%
<b>Conservation District Total:</b>	<b>\$232,162.95</b>	<b>\$6,171.01</b>	<b>\$63,568.52</b>	<b>28.1%</b>

## County

<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
Auto Liability	\$683,765.67	\$15,246.40	\$1,648,493.04	246.6%
Auto Physical Damage	\$1,517,703.30	\$34,023.34	\$850,220.92	57.3%
Equipment Breakdown	\$80,780.21	\$0.00	\$0.00	0.0%
General Liability	\$1,787,675.01	\$40,350.98	\$920,578.86	52.7%
Law Enforcement	\$1,140,208.24	\$53,803.93	\$153,015.14	14.1%
Property	\$3,265,795.89	\$75,743.06	\$994,286.98	31.2%
<b>County Total:</b>	<b>\$8,475,928.33</b>	<b>\$219,167.70</b>	<b>\$4,566,594.94</b>	<b>55.3%</b>

## Township

<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
Auto Liability	\$901.67	\$23.57	\$0.00	0.0%
Auto Physical Damage	\$0.00	\$0.00	\$0.00	0.0%
General Liability	\$52,467.61	\$1,237.52	\$17,500.00	34.2%
Property	\$13,130.14	\$282.95	\$0.00	0.0%
<b>Township Total:</b>	<b>\$66,499.42</b>	<b>\$1,544.03</b>	<b>\$17,500.00</b>	<b>26.9%</b>

## Special Districts & Others

<b>Coverage</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
Auto Liability	\$45,846.13	\$1,635.27	\$0.00	0.0%
Auto Physical Damage	\$102,204.18	\$3,710.06	\$1,497.35	1.5%
Equipment Breakdown	\$2,370.57	\$0.00	\$0.00	0.0%
General Liability	\$303,080.25	\$11,922.02	\$87,988.80	30.2%
Law Enforcement	\$0.00	\$0.00	\$0.00	0.0%
Property	\$375,228.50	\$15,798.63	\$9,830.80	2.7%
<b>Special Districts &amp; Others Total:</b>	<b>\$828,729.63</b>	<b>\$33,065.97</b>	<b>\$99,316.95</b>	<b>12.5%</b>

<b>Total All Types:</b>	<b>Contributions</b>	<b>Credits</b>	<b>Incurred Losses</b>	<b>Incurred Loss Ratio</b>
	<b>\$23,909,471.25</b>	<b>\$653,400.82</b>	<b>\$8,700,040.08</b>	<b>37.4%</b>

\* Loss Ratios = Losses/Net Contributions, Net Contributions = Contributions - Credits

# Loss Ratio by Type Detail

For 3/01/2025  
Thru 2/28/2026

<i>City</i>	Type	Class Code	Contributions	Credits	Incurred Losses	Incurred Loss Ratio	
	City	0 to 2,500	10	\$4,646,547.90	\$114,681.99	\$1,846,413.49	40.7%
		2,501 to 10,000	11	\$2,467,246.77	\$64,207.07	\$566,883.87	23.6%
		10,001 to 25,000	12	\$5,676,959.29	\$171,886.44	\$1,052,949.80	19.1%
		25,001 to 50,000	13	\$600,750.29	\$15,538.70	\$126,669.63	21.6%
		50,001 to 100,000	14	\$0.00	\$0.00	\$0.00	0.0%
		100,001 to 250,000	15	\$914,646.67	\$27,137.91	\$360,142.88	40.6%
	<b>City Total:</b>			<b>\$14,306,150.92</b>	<b>\$393,452.11</b>	<b>\$3,953,059.67</b>	<b>28.4%</b>

<i>Conservation District</i>	Type	Class Code	Contributions	Credits	Incurred Losses	Incurred Loss Ratio	
	Conservation District		46	\$232,162.95	\$6,171.01	\$63,568.52	28.1%
	<b>Conservation District Total:</b>			<b>\$232,162.95</b>	<b>\$6,171.01</b>	<b>\$63,568.52</b>	<b>28.1%</b>

<i>County</i>	Type	Class Code	Contributions	Credits	Incurred Losses	Incurred Loss Ratio	
	County	0 to 2,500	01	\$965,163.57	\$28,269.94	\$2,409,077.75	257.1%
		2,501 to 10,000	02	\$2,954,778.53	\$63,994.44	\$1,069,510.22	37.0%
		10,001 to 25,000	03	\$1,455,266.61	\$36,059.80	\$302,763.21	21.3%
		25,001 to 50,000	04	\$1,162,888.74	\$30,055.44	\$192,974.96	17.0%
		50,001 to 100,000	05	\$293,651.34	\$7,686.04	\$27,842.35	9.7%
		100,001 to 250,000	06	\$1,644,179.54	\$53,102.06	\$564,426.45	35.5%
	<b>County Total:</b>			<b>\$8,475,928.33</b>	<b>\$219,167.70</b>	<b>\$4,566,594.94</b>	<b>55.3%</b>

<i>Special Districts &amp; Others</i>	Type	Class Code	Contributions	Credits	Incurred Losses	Incurred Loss Ratio	
	Boards & Commissions, Water Shed District, Road District		90	\$96,491.46	\$2,288.18	\$34,497.35	36.6%
	Fire or Ambulance District		40	\$50,647.80	\$983.25	\$0.00	0.0%
	Irrigation District		47	\$53,066.47	\$1,412.24	\$438.80	0.8%
	Miscellaneous		99	\$482,559.50	\$25,015.27	\$10,780.80	2.4%
	Sanitary Districts		80	\$103,405.28	\$1,931.98	\$45,000.00	44.3%
	Solid Waste District		82	\$22,878.38	\$558.83	\$8,600.00	38.5%
	Village		30	\$19,680.74	\$876.23	\$0.00	0.0%
	<b>Special Districts &amp; Others Total:</b>			<b>\$828,729.63</b>	<b>\$33,065.97</b>	<b>\$99,316.95</b>	<b>12.5%</b>

<i>Township</i>	Type	Class Code	Contributions	Credits	Incurred Losses	Incurred Loss Ratio	
	Township	0 to 2,500	20	\$66,499.42	\$1,544.03	\$17,500.00	26.9%
	<b>Township Total:</b>			<b>\$66,499.42</b>	<b>\$1,544.03</b>	<b>\$17,500.00</b>	<b>26.9%</b>

<i>Total All Types:</i>	Contributions	Credits	Incurred Losses	Incurred Loss Ratio
	<b>\$23,909,471.25</b>	<b>\$653,400.82</b>	<b>\$8,700,040.08</b>	<b>37.4%</b>

\* Loss Ratios = Losses/Net Contributions, Net Contributions = Contributions - Credits

SOUTH DAKOTA PUBLIC ASSURANCE ALLIANCE  
**BOARD OF DIRECTORS MEETING**  
April 16, 2026  
Oacoma, SD

**Underwriting Report**

Prepared and Presented by  
Kristina Peterson and Paytra Nichols

**2026 ACTIVITIES**

- Process renewal, invoice, and declarations packets.
- Create and prepare quote paperwork for potential Members.
- Continuing to study for AU and AFSB exams.
- Processing 2026-27 renewals and Declaration packets.
- Ongoing participation on Design and Discovery phases with new software vendor: Buildable.
  - Claims transfer.
  - Output documents
  - Invoicing workflow
  - Member Portal – renewal process and dashboard layout
- Collaborating with Member Services on HCA Property Valuation process

**ON-GOING**

- Assisting Members with additions, deletions, recommendations, etc.
- Processing renewals and day to day changes in coverages.
- Completing and emailing renewal, invoice, and declaration packets.
- Quote potential new Members and additional coverages or changes with current Members.
- Work together with Member Services on Member inquiries and quotes.
- Reviewing all processes and reports to eliminate unnecessary processes and streamline all processes.

**UPCOMING**

- Update rates and guidelines / workflows in Underwriting Manual.
- Review all workflows and policies in preparation of Phoenix system.
- Attending SMUG in Kentucky in August.
- Continue working with Buildable on new software system.

# South Dakota Public Assurance Alliance

Board of Directors Meeting, Oacoma, SD

April 16<sup>th</sup>, 2026

## MEMBER SERVICES REPORT

Prepared and Presented by Becky Brunsing and Hampton Iverson

### ACTIVITIES SINCE LAST BOARD MEETING

- Member Services have made 64 visits to potential and existing Members and delivered 8 property appraisals.
- SDPAA Total Membership is 521 Members.
- **New Members:**
  - South Central Water Development District
  - Lake Norden Ambulance District
  - Utica
  - Pierpont Rural Fire Department
  - Lake Norden Fire Protection District
- **Presented/Presenting Quotes:**
  - Tyndall
  - Hoven
  - Bryan Township
  - Springfield Rural Fire District
- **Request for Quotes:**
  - City of Plankinton
  - City of Irene
  - City of Platte
  - Gettysburg Volunteer Fire Department
- Attended Legislative Rib Dinner, February 3<sup>rd</sup>, 2026, Fort Pierre.
- Attended SDML District Meetings March & April 2026

### ON-GOING

- Continue one-on-one Member visits statewide – accommodating method requests as requested by the Members.
- Continue with New Member Orientation visits.
- Continue with quotes as requested by entities.
- Assist with various calls and emails from Members.
- Review property appraisals and met with Members on their property values.
- Hand out SD Health Pool brochures for interested Members.
- Continued development and delivery of SDPAA marketing materials.
- Attending and presenting at county district meetings as scheduled.
- Ongoing development of as needed sample policies as trends require.
- Register for and continue studying for continuing education.
- Evaluation of policies and procedures utilized by Member Services, draft updated policies, and procedures.

### UPCOMING EVENTS

- SDACO/SDACC Spring Workshop, May 6<sup>th</sup> & 7<sup>th</sup>, 2026, Pierre.
- SDACO Deputy Workshop, June 11<sup>th</sup>, 2026, Pierre.
- SDML Human Resources School, June 9<sup>th</sup> & 10<sup>th</sup>, 2026, Oacoma.
- SDML Finance Officer's School, June 10<sup>th</sup>-12<sup>th</sup>, 2026, Oacoma.

# South Dakota Public Assurance Alliance

Investment Review

February 28, 2026

Lauren M. Gilbertson  
AVP, Institutional Wealth Officer

Kyle C. Cipperley, CFA  
VP, Investments Manager



**First**National  
Wealth Management

# Agenda



## **Investment Review**

- Market Overview
- Performance through 2/28/2026

## **Questions**

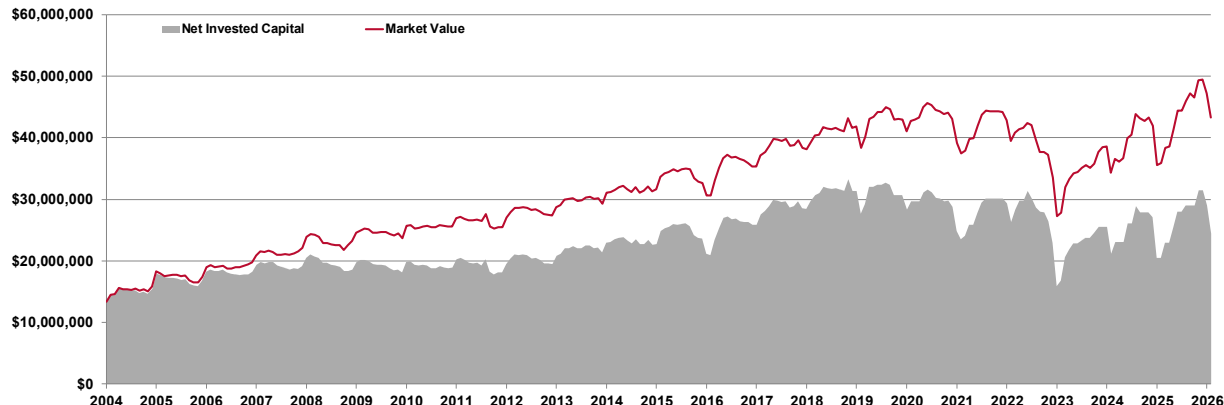
# Historical Growth Summary

As of 2/28/26



## Comparing Market Value to Contributions and Distributions

Data as of: 2/28/2026



Net invested capital is the beginning period market value plus cumulative net contributions and distributions over time.

### Your Investment Growth (excluding Other Assets)

	All Prior	2019	2020	2021	2022	2023	2024	2025	YTD	Overall
Beginning Market Value	13,790,302	41,595,625	42,984,298	43,075,765	44,236,725	33,540,029	38,463,000	41,932,243	49,437,027	13,790,302
Net Contrib. & Distributions	17,524,270	-674,000	-1,861,000	1,390,000	-7,261,000	2,605,000	1,585,000	4,350,000	-7,000,000	10,658,270
Investment Return (\$)	10,297,373	2,229,121	1,952,479	-226,509	-3,435,696	2,317,971	1,884,243	4,099,718	886,744	20,005,445
Ending Market Value	41,595,625	42,984,298	43,075,765	44,236,725	33,540,029	38,463,000	41,932,243	49,437,027	43,323,771	43,323,771
Contributions	148,424,872	5,475,000	3,850,000	7,050,000	5,000,000	10,000,000	7,800,000	11,000,000	0	198,599,872
Distributions	-130,900,602	-6,149,000	-5,711,000	-5,660,000	-12,261,000	-7,395,000	-6,215,000	-6,650,000	-7,000,000	-187,941,602

From sources believed to be reliable. Investment returns are net of fees when fees are taken from the account.

Market value and investment returns do not include accrued interest. YTD is as of 02/28/2026.

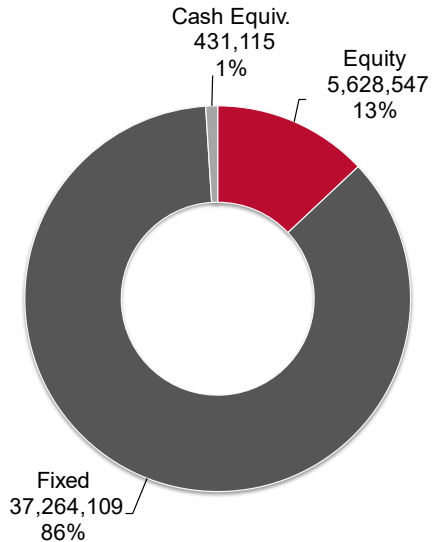
Investment Returns Include: dividends, income and change in value (realized and unrealized capital gains) net of fees.

\*"All Prior" Begins at account inception or 1/1/2004, whichever is earlier.

Data believed to be accurate. Certain transactions affect reliability, especially for non-publicly traded assets. No promises or assurances on accuracy.

# Asset Allocation

As of 2/28/26



Portfolio Market Value: \$43,323,771

Bond Ladder (Par)		
Year	Total	% of Total
2026	3,391,852	10.30%
2027	4,009,752	12.17%
2028	5,125,229	15.56%
2029	5,533,315	16.80%
2030	2,952,004	8.96%
2031	1,966,938	5.97%
2032	2,061,225	6.26%
2033	2,074,032	6.30%
2034	2,250,000	6.83%
2035	1,010,000	3.07%
2036	780,000	2.37%
2037	950,000	2.88%
2038	150,000	0.46%
2039	-	0.00%
2040	175,000	0.53%
2041	-	0.00%
2042	125,000	0.38%
17 +	380,000	1.15%
<b>Total</b>	<b>32,934,346</b>	<b>100.00%</b>

# Performance

As of 2/28/26



	10 YEARS	5 YEARS	3 YEARS	1 YEAR	YTD
<b>TOTAL PORTFOLIO (Net of Fees)</b>	<b>2.30</b>	<b>2.49</b>	<b>6.72</b>	<b>7.92</b>	<b>1.99</b>
<b>EQUITIES - PORTFOLIO</b>	<b>N/A</b>	<b>N/A</b>	<b>18.26</b>	<b>22.38</b>	<b>6.82</b>
<i>US Large: S&amp;P 500 Index</i>	15.50	14.19	21.80	16.99	0.68
<i>US Small: Russell 2000 Index</i>	11.30	5.05	13.14	23.34	6.20
<i>Int'l Developed: MSCI EAFE Index</i>	10.26	10.78	18.77	34.63	10.09
<i>Emerging Markets: MSCI Emerging Index</i>	10.69	6.31	21.53	49.96	14.83
<b>FIXED/TAXABLE - PORTFOLIO</b>	<b>2.13</b>	<b>1.80</b>	<b>5.57</b>	<b>6.43</b>	<b>1.48</b>
<i>Merrill Unsub US Trsys/Agncys 1-10 Yr</i>	1.68	1.17	4.87	5.68	1.26
<i>Merrill 1-3 yr US Treasury &amp; Agency</i>	1.85	1.96	4.75	4.69	0.73
<i>Merrill US Mtge Backed Security</i>	1.64	0.64	5.43	7.52	2.20
<b>CASH &amp; EQUIV - PORTFOLIO</b>	<b>2.13</b>	<b>3.32</b>	<b>4.79</b>	<b>4.12</b>	<b>0.59</b>
<i>Cash Equiv: Citigroup 1 Month T-Bill Index</i>	2.23	3.37	4.92	4.24	0.60
<b>CPI-U (as of 1/31/25)</b>	<b>3.2</b>	<b>4.5</b>	<b>2.8</b>	<b>2.4</b>	

Total account returns are net of fees when fees are deducted from the account(s). Returns over 1 year are annualized. Benchmark indices are not available for direct investment; their performance does not reflect the expenses associated with the management of an actual portfolio. Total returns are geometric and include the income and change in value of the investment assets over the time period shown. Past performance is no guarantee of future results. Investment products are not bank guaranteed, may lose value, are not FDIC Insured.



**SOUTH DAKOTA PUBLIC ASSURANCE ALLIANCE  
BOARD OF DIRECTORS MEETING**

April 16, 2026

**LOSS PREVENTION REPORT**

By: Tracie Everson, Safety Benefits Inc. (SBI)

**ACTIVITIES**

- *Loss Control Surveys (MAR 27)* - A total of 11 (17\*) of the 161 (172\*) loss control surveys to be conducted on behalf of the SDPAA in 2026 are complete. SBI conducts a loss control survey of each Member at least once every three years.

**USE OF SERVICES**

- *Online and On Site Training (MAR 27)* – Please see attached report
- *Jail Training Program (MAR 27)* - During the first 3 months of 2026 Matthew Petersen conducted the following jail training sessions:
  - Brookings County in FEB
  - Hughes County in MAR
  - Edmunds County is on the scheduled in both APR & MAY
- *Legal & Liability Risk Management Institute (MAR 27)*
  - SBI staff will have an exhibit booth at the SD Spring Sheriffs and Police Chiefs Conference APR 14-16 in Deadwood.
  - SDPAA Members continue to take advantage of LLRMI assistance with policy review and policy related inquiries.
  - SBI is hosting LLRMI's national annual law enforcement liability conference in Deadwood on MAY 4-6, 2026. SDPAA and SBI will share in the cost of lunches for attendees at that event.
- *Employment Practices Hotline (MAR 27)* - A total of 81 (90\*) calls were made to this Hotline by 30 (45\*) different Members. Of the 81 calls, 51 were from counties, 28 from cities and 2 from special districts. A total of 7 counties and 6 cities made multiple calls to the Hotline. Attorney Lisa Marso handled 75 (90\*) and Sara Frankenstein handled 6 (0\*) calls.

<b>Employment Hotline Topics</b>			
Termination	15	Hiring	6
Policy	9	Miscellaneous	4
FMLA/ADA	9	Elected Official	3
Discipline	8	Drug	3
Wage/Hour	7	Return to Work	2
Discrimination/Harassment	7	Medical	1
Benefits	7		
<b>Total EPH Calls = 81</b>			

\*The number in parenthesis is a comparison for the same time period from 2025.

- *Government Practices Hotline (MAR 27)* - This Hotline received 19 (10\*) calls from 14 (10\*) different Members. Of the 19 calls made, 11 came from counties and 8 from cities.

GPH TOPICS	
Planning/Zoning	1
Contractual Issues	6
Elections	5
Public Records Requests	2
Public Relations	2
Elected Official	1
Regulatory Compliance	1
Law Enforcement	1
<b>TOTAL</b>	<b>19</b>

ATTORNEYS	
Sara Frankenstein	10
Zach Peterson	5
Rich Williams	3
Douglas Abraham	1
<b>TOTAL</b>	<b>19</b>

### **PUBLICATIONS**

- JAN 2026 - *South Dakota Municipalities* (SDML Magazine) - **Preventing Slips & Falls**
- APR 2026 - *South Dakota Municipalities* (SDML Magazine) - **Trenching Safety**

### **EVENTS**

- *South Dakota Ambulance Association (FEB 14)* - SBI, on behalf of the SDPAA and the SDML WCF, presented EMS Safety & Loss Control Awards to 10 (11\*) ambulance services at the Annual Conference of the South Dakota Ambulance Association in Pierre SD.
- *2025 Annual Safety & Loss Control Conference (NOV 4 & 5)* - Keynote speakers have been signed, and a number of breakout sessions have been developed. Save the Date notices will be sent to Members in May.

### **RECENT & UPCOMING**

- *2026 Spring Sheriffs & Police Chiefs Conference - APR 14-16*
- *2026 NLC Trustees Conference - MAY 13-15*
- *2026 Mid States Loss Control Meeting - SEP 2026 (this meeting was moved to fall 2026)*
- *2026 Annual Safety & Loss Control Conference - NOV 4 & 5*

\*The number in parenthesis is a comparison for the same time period from 2025.

**Safety Benefits, Inc.**

**Member Participation in Safety & Risk Management Training**

MARCH 2026

**ONLINE TRAINING OPTIONS**

AP SAFETY	Courses Completed	Members
To Date 2026	960	22
2025	3458	35
2024	2836	33
2023	1797	33
2022	1530	38

**Top Users:** Aberdeen, Pennington County B&G, City of Yankton

**Popular Topics:**

- Complacency in the Workplace
- Ladder Safety
- Defensive Driving

NEO GOV	Courses Completed	Members
To Date 2026	2072	16
2025	4258	32
2024	3948	27
2023	5,235*	
2022	4,082*	

**Top Users:** City of Brookings, Brown County, Spearfish

**Popular Topics:**

- Harassment Prevention
- Preventing Slips Trips Falls
- Defensive Driving

\*numbers from updated tracking program through NEO GOV

**IN PERSON TRAINING OPTIONS**

SBI ONSITE	Hours	Attendees	Members
To Date 2026	37	310	12
2025	91	834	29
2024	112	948	25
2023	123	836	18
2022	129	1147	17

JAIL TRAINING	Hours	Attendees	Members
To Date 2026	48	66	2
2025	144	97	11
2024	136	70	9
2023	125	116	9
2022	240	196	12

MSHA	Hours	Attendees
2026	287	1339
2025	294	1297
2024	287	1299
2023	280	1267
2022	287	1256

**ANNUAL CONFERENCE**

Year	Attendees
2025	159
2024	164
2023	166
2022	155
2021	145