

New Mexico Counties

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NEW MEXICO COUNTY INSURANCE AUTHORITY

Board of Directors Meeting

August 20, 2025, 8:30 a.m.

**Grant County
Veterans Memorial Business & Conference Center
Room 114/115 - Training Rooms
3031 Highway 180 East, Silver City, NM 88061**

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**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 1.	<u>Item Title:</u> Call to Order / Roll Call / Pledge of Allegiance/ Introductions
<u>Presenter (s):</u> Lance Pyle, Chair Cynthia Stephenson, Risk Management Specialist	
Call to order time:	



NMCIA Board of Directors 2025

Officers

Chair	Vice-Chair	NMC Representative
Lance Pyle <i>Curry County Manager</i>	Gregory S. Shaffer <i>Santa Fe County Manager</i>	Michael Meek <i>County Commissioner</i>

GROUP I, GEOGRAPHICAL DIRECTORS

Term Expires 1/2027

NORTHWEST	NORTHEAST	SOUTHWEST
Jhonathan Aragon <i>Valencia County Deputy Manager</i>	Lance Pyle <i>Curry County Manager</i>	Charlene Webb <i>Grant County Manager</i>
Cibola, Los Alamos, McKinley, Rio Arriba, Taos, Torrance, Valencia	Colfax, Curry, Guadalupe, Harding, Mora, Quay, San Miguel, Union	Catron, Grant, Hidalgo, Luna, Sierra, Socorro

SOUTHEAST
Roberta Gonzales <i>Eddy County Finance Director</i>
Chaves, De Baca, Eddy, Lea, Lincoln, Otero, Roosevelt

GROUP II, CLASS A DIRECTORS**Term Expires 1/2026**

BERNALILLO	BERNALILLO	DOÑA ANA
Lisa Sedillo-White <i>Deputy County Manager for General Services</i>	Shirley Ragin <i>Deputy County Manager for Finance</i>	Deborah Weir <i>Assistant County Manager</i>

SANDOVAL	SANTA FE	
Michael Meek <i>County Commissioner</i>	Gregory S. Shaffer <i>County Manager</i>	

GROUP III, POPULATION DIRECTORS**Term Expires 1/2026**

SMALL COUNTY	MID-LEVEL-LOW COUNTY	MID-LEVEL-HIGH COUNTY
Brandy Thompson <i>Union County Manager</i>	Kate Fletcher <i>Cibola County Manager</i>	Anthony Dimas, Jr. <i>McKinley County Manager</i>
Catron, Colfax, De Baca, Guadalupe, Harding, Hidalgo, Mora, Quay, Sierra, Torrance and Union	Cibola, Grant, Lincoln, Los Alamos, Luna, Roosevelt, San Miguel, Socorro and Taos	Chaves, Curry, Eddy, Lea, McKinley, Otero, Rio Arriba and Valencia

EX Officio Directors

President	President Elect	Attorney Affiliate Representative
Terri Fortner <i>San Juan County Commissioner</i>	Tina Dixon <i>Roosevelt County Commissioner</i>	Michael Eshleman <i>Sandoval County Attorney</i>

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 2.	<u>Item Title:</u> Approval of Agenda
<u>Presenter (s):</u> Lance Pyle, Chair	
<div style="display: flex; justify-content: space-between; margin-top: 10px;"><div>Motion by:</div><div>Seconded by:</div></div>	



**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING**

August 20, 2025, 8:30 a.m. *

AGENDA

In Person

Grant County
Veterans Memorial Business & Conference Center
Room 114/115 - Training Rooms
3031 Highway 180 East, Silver City, NM 88061

* In accordance with the New Mexico Open Meetings Act, the New Mexico County Insurance Authority Board of Directors (NMCIA Board) may recess and reconvene this meeting on August 21, 2025, at 8:30 a.m. If the NMCIA Board does, in fact, recess and reconvene this meeting, notice of the date, time, and place of the reconvened meeting will be posted (1) on or near the door of the place where the original meeting was held (if any); (2) at New Mexico Counties' offices (444 Galisteo Street Santa Fe NM 87501); and (3) on New Mexico Counties' website (<https://www.nmcounties.org/services/insurance>).

If the NMCIA Board completes the agenda on August 20, 2025, it will not meet on August 21, 2025.

1. Call to Order / Pledge of Allegiance / Roll Call / Introductions	Lance Pyle	Pg. 2
2. Approval of Agenda	Lance Pyle	Pg. 5
3. Approval of Minutes of June 16, 2025	Lance Pyle	Pg. 8
4. Board Action Items		
A. Acknowledge Receipt of 2024 NMCIA Pool Financial Audit	Janet Pacheco-Morton	Pg. 14
B. Re-Approve July 1, 2025 NMCIA Memorandum of Coverage with the Required WCA "New Mexico Amendatory Endorsement"	Mark Allen	Pg. 95
C. Approve WCA Certificate of Self-Insurance	Mark Allen	Pg. 111
D. Review Subcommittees, Fill Vacancies, Appoint Chairs and Discuss Need for Alternate Members	Grace Philips	Pg. 117
E. Review and Approve Proposed Edits to Pool Policy Manual to Address Capital Adequacy	Grace Philips	Pg. 121
F. Consider Policy Authorizing Risk Management Director Authority to Deny Coverage to Individual County Employees or Elected Officials	Grace Philips	Pg. 130
G. Approve NMC Meeting and Travel Policy	Joy Esparsen	Pg. 142
5. Board Presentation		
A. Investment Update	Ryan Salmon	Pg. 151

6. Board Discussion

A. Pricing for Med Mal Coverage in County Jails	John Chino	
	Nasreen Kopecky	Pg. 191
B. Board Attendance	Lance Pyle	Pg. 200
C. 2026 Board Meeting and Litigation Claims Committee Schedules	Cynthia Stephenson	Pg. 203

7. Executive Session – Pending and Threatened Litigation Per New Mexico Open Meetings Act 10-15-7-H(7)

Lance Pyle	Pg. 207
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- Estate of Jared Romero v Bernalillo County
- Consideration of Luna County's response to the NMCI's demand for repayment of a settlement payment that was mistakenly made in excess of coverage limits in Hernandez et al. v. Luna County and Paul Garcia, Cause No. D-619-CV-2024-00099 (listed as Estate of Wyatt James Franzoy v. Luna County on the May 21, 2025, NMCI agenda).
- Quay County vs NMCI (litigation regarding 2023 bridge collapse due to flood claim)

8. Board Presentations

A. Executive Director Update	Joy Esparsen	Pg. 208
B. Financial Reports	Richard Garcia	Pg. 216
C. Risk Management Update	Grace Philips	Pg. 238

9. Discussion Items

A. Strategic Retreat Agenda	Brandy Thompson	Pg. 273
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10. Board Reports

A. Loss Ratio Reports	Patricia Lovato	Pg. 276
B. Legal Bureau Update	Brandon Huss	Pg. 325
C. Loss Prevention Update	Greg Rees	Pg. 328
D. Workers' Compensation Update	Kamie Denton	Pg. 336
E. Multi-Line Update	Robin Martinez	Pg. 354
F. CRL Update	Grace Philips	Pg. 359

11. Other Business

Lance Pyle	Pg. 362
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12. Adjournment

Lance Pyle	Pg. 363
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**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 3.	<u>Item Title:</u> Approval of Minutes of June 16, 2025
<u>Presenter (s):</u> Lance Pyle, Chair	
<div style="display: flex; justify-content: space-between; margin-top: 20px;"><div>Motion by:</div><div>Seconded by:</div></div>	

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING**

June 16, 2025, 1:00 p.m.

Curry County
Administration Building
417 Gidding Street, Suite 100
Clovis, NM 88101

MINUTES

Call to Order/Pledge of Allegiance/Roll Call/Introductions

Chair Lance Pyle called the meeting to order at 1:02 p.m. Cynthia Stephenson called the roll and announced that a quorum was present.

Board Members Present

Jhonathan Aragon, Valencia County Manager
Anthony Dimas, Jr., McKinley County Manager
Michael Eshleman, Attorney Affiliate Representative, Sandoval County Attorney
Kate Fletcher, Cibola County Manager (left meeting before item 7.A. at 4:38PM)
Roberta Gonzales, Eddy County Finance Director
Michael Meek, Sandoval County Commissioner
Lance Pyle, Chair, Curry County Manager
Shirley Ragin, Bernalillo Deputy County Manager of Finance (arrived during Executive Session)
Lisa Sedillo-White, Bernalillo Deputy County Manager of General Services (arrived during Executive Session)
Gregory S. Shaffer, Vice Chair, Santa Fe County Manager (arrived just after the start of Executive Session)
Brandy Thompson, Union County Manager
Deborah Weir, Dona Ana County Assistant Manager

Board Members Absent/Excused

Terri Fortner, NMC President Elect, San Juan County Commissioner
Annie Hogland, NMC President, Curry County Clerk
Cynthia Singleton, San Juan County Claims Manager
Charlene Webb, Grant County Manager

NMC Staff Present

Mark Allen, General Counsel
Kamie Denton, Workers' Compensation Claims Manager
Joy Esparsen, Executive Director
Richard Garcia, Finance Director
John Grant, Senior Multi-Line Claims Examiner
Brandon Huss, Legal Bureau Director
Eric Kuebler, Legal Bureau Investigator
Grace Philips, Risk Management Director
Robin Martinez, Multi-Line Claims Manager
Jennifer Ortiz, ML Claims Examiner Supervisor

Rosa Quintana, Multi-Line Claims Examiner
Greg Rees, Loss Prevention Manager
Cynthia Stephenson, Risk Management Specialist

Guests Present

Charles Kretek, Luna County Attorney
Dave Pato, County Attorney for Valencia and Sierra Counties, Nance, Pato & Stout, LLC

Approval of Agenda

Brandy Thompson made a motion to approve the agenda, and Jhonathan Aragon seconded the motion, which passed unanimously.

Approval of Minutes of May 21, 2025

Michael Eshleman noted Kamie Denton's name was misspelled in the Workers' Compensation Update on page 3. Michael Meek made a motion to approve the minutes, and Kate Fletcher seconded the motion. The motion passed with Anthony Dimas, Jhonathan Aragon and Roberta Gonzales abstaining.

Ratify Dona Ana County Board Appointment

Jhonathan Aragon made a motion to ratify the Dona Ana County Board appointment of Deborah Weir and Brandy Thompson seconded the motion, which passed unanimously.

Executive Session – Pending and Threatened Litigation Per New Mexico Open Meetings Act 10-15-7-H(7)

- Consideration of Luna County's response to the NMCIA's demand for repayment of a settlement payment that was mistakenly made in excess of coverage limits in *Hernandez et al. v. Luna County and Paul Garcia*, Cause No. D-619-CV-2024-00099 (listed as *Estate of Wyatt James Franzoy v. Luna County* on the May 21, 2025, NMCIA agenda).
- Estate of Gabaldon v Valencia County
- Ashleigh Coulter v Sierra County
- Shay Hawes v Taos County

Brandy Thompson made a motion to go into executive session to discuss pending litigation in accordance with the Open Meetings Act 10-15-7-H(7) for the above-named claims. Jhonathan Aragon seconded the motion, which passed via a roll call vote: Jhonathan Aragon, Lance Pyle, Roberta Gonzales, Deborah Weir, Michael Meek, Brandy Thompson, Kate Fletcher and Anthony Dimas voting in favor. Lance Pyle certified that the only things discussed were pending and threatened litigation in accordance with the Open Meeting Act. Brandy Thompson made a motion to come out of executive session and Kate Fletcher seconded the motion and a roll call vote was taken: Jhonathan Aragon, Lance Pyle, Roberta Gonzales, Lisa Sedillo-White, Shirley Ragin, Gregory Shaffer, Brandy Thompson, Kate Fletcher and Anthony Dimas voting yes (Michael Meek stepped out to take a phone call. Deborah Weir stepped out briefly, missing this roll call). Brandy Thompson made a motion to authorize the amounts as discussed by the Board in cases 2025-6-1, 2025-6-2 and 2025-6-3. Anthony Dimas seconded the motion, which passed via a roll call vote: Jhonathan Aragon,

Lance Pyle, Roberta Gonzales, Lisa Sedillo-White, Shirley Ragin, Deborah Weir, Gregory Shaffer, Brandy Thompson, Kate Fletcher and Anthony Dimas voting yes.

The board took a 10-minute break before resuming the meeting.

Board Action Items

Approve 2025-2026 Workers' Compensation Contributions

Kate Fletcher made a motion to approve the underwriting committee's recommendation of the contribution options listed in the blue column in the board materials. Brandy Thompson seconded the motion. Lisa Sedillo-White and Shirley Ragin opposed the motion. The motion passed.

Re-approve 2025-2026 Workers' Compensation Budget

Grace Philips noted a small change to the budget due to an actuarial re-calculation of the projected ultimate limited losses. Jhonathan Aragon made a motion to approve the updated 2025-2026 workers' compensation budget. Kate Fletcher seconded the motion, which passed unanimously.

Update on Workers' Compensation Administration Audit

Grace Philips said she, Joy Esparsen and Mark Allen met with the Workers' Compensation Administration (WCA) executive deputy director, general counsel and auditor. She noted NMCIA satisfied all questions on their audit list regarding documentation but there is still a pending issue regarding the certificate of coverage and waiver letters requested by the WCA are outstanding. Mark redlined the draft certificate with proposed language changes and will provide a copy to the WCA's general counsel for consideration. Grace indicated the WCA auditor is still reviewing claims they've identified in the audit and she and Kamie will meet with the auditor this week or next. The board did not take action.

Approve NMCIA Workers' Compensation and Employers' Liability Program

Memorandum of Coverage for the July 1, 2025 Policy Year

Grace Philips reported that the captive board met and agreed to take the \$1 million layer between \$2 million and \$3 million. Both CRL and the captive have asked for our Memorandum of Coverage (MOC). Although we have never provided one before the pool should approve one every year. Greg Shaffer provided recommended minor edits to the document to include arbitration language. Grace indicated the named members listed will be finalized once all Class A members provide their deductible choice. Brandy Thompson made a motion to approve the memorandum of coverage with the recommended edits and Michael Meek seconded the motion, which passed unanimously.

Board Discussion Items

HSI Executive Proposal: Possible RAP Program Replacement

Greg Rees made this presentation in response to the board's request for alternatives to the Risk Awareness Program (RAP). He reviewed the program San Juan County is using, and the training provided by JJ Keller, in addition to the HSI safety courses. He reminded the board that the issue with RAP is the repetitive courses. He said the HSI courses have two tiers to choose from, one being a train-the-trainer option and the other opens all courses in the

library to users. Several board members agreed the RAP program needs to change and that they preferred a direct training program. Roberta Gonzales indicated she would like to see another option provided to the Board and Gregory Shaffer suggested that vendors provide a presentation and that as part of due diligence to look at these programs with a couple county risk managers.

Coverage of Potential Claims Arising Out of Federal Immigration Enforcement

Brandon Huss and Mark Allen presented information about the issue of county sheriff offices participating in federal Immigration and Customs Enforcement (ICE) activities through the 287(g) program. They described several types of ICE agents and outlined the authority of each, noting the task force model gives participating sheriff officers full authority as ICE agents. Regarding potential claims from ICE enforcement operations, Grace Philips suggested possibly implementing a sublimit and Gregory Shaffer suggested starting by asking our coverage counsel about coverage for these activities. It was noted that there is a 15% error rate in the ICE database. Lance Pyle asked staff to share the indemnification information with the sheriff affiliate.

Board Presentations

Financial Reports

Richard Garcia reviewed financials as of May 31, 2025, noting that staff agreed with the auditor that the captive reinsurance equity should be listed on the audited financials to show discrete actions of the captive. He noted that since the captive's inception, their equity has been listed in our investments, but he did not list them in the current financial statements. The unaudited statement of financial position indicated the total pool net position of \$10,120,105, a decrease from the prior year of \$37,062,072. Richard presented the income/budget statement, noting the budget was on track at 42%. He reviewed the investment statement, noting total investments with a market value of \$93,565,692 and an unrealized loss of \$80,167.

Board Reports

Executive Director Update

Joy Esparsen said NMC has been navigating a series of federal and state initiatives. The recent Secure Rural Schools (SRS) payments reflected the lack of congressional reauthorization, a significant financial loss to many smaller counties. She said NMC will continue to work on this issue. She said the New Mexico Environment Department's proposed HEAT rules for workers have been postponed six months due to concerns regarding cost and implementation, adding she expects them to be released in October. She reviewed increases in the NMC budget, noting a 5% increase in Pool administration fees, a total of 8% over five years. She noted of 43 employees, only five work exclusively for NMC.

CRL Update

Grace Philips reviewed a memo in the meeting book detailing payroll audits conducted by CRL for policy years 2022-23, 2023-24 and 2024-25 that CRL did not invoice NMCI for. Grace, Lori Urban, and Cynthia Stephenson met with CRL to discuss the situation and agreed to pay the invoices when received. She noted that Lori reviewed the data and found an error in the Pool's favor that reduced the amount owed for the 2023-24 policy year.

NMCRE Update

Grace Philips said the NMCRE board approved reinsurance for NMCI's workers' compensation coverage program effective July 1, 2025, noting CRL would retain a limit of \$1.25 million excess of the Pool's \$750,000 retention, with NMCRE providing \$1 million in coverage excess of \$2 million, charging NMCI a premium of \$213,467.

Other Business

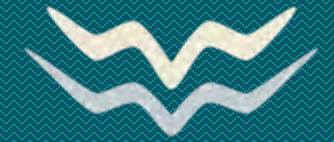
Grace Philips let members know that San Juan County manager Mike Stark asked about NMCI's authority to impose capital adequacy assessments, as well as authority for the position that a member county would continue to be responsible for making capital adequacy payments if it left the Pool. She shared the memo Mark prepared in response to Manager Stark's request. Mark's memo indicated that based on the Pool's JPA and bylaws, the Board had the authority to adopt and implement the capital adequacy policy and that should a county leave the Pool before paying the full amount assessed pursuant to that policy, it remains obligated to complete the payments.

Adjournment

Brandy Thompson made a motion to adjourn the meeting, and Jhonathan Aragon seconded the motion. The meeting was adjourned at 5:46 p.m.

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> <p style="text-align: center;">4.A.</p>	<u>Item Title:</u> Acknowledge Receipt of 2024 NMCI Pool Financial Audit
<u>Presenter (s):</u> Janet Pacheco-Morton, Morton Accounting, LLC	
<div style="display: flex; justify-content: space-between; margin-bottom: 20px;"> <div style="width: 45%;"> Motion by: </div> <div style="width: 45%;"> Seconded by: </div> </div>	



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ACCOUNTING, LLC

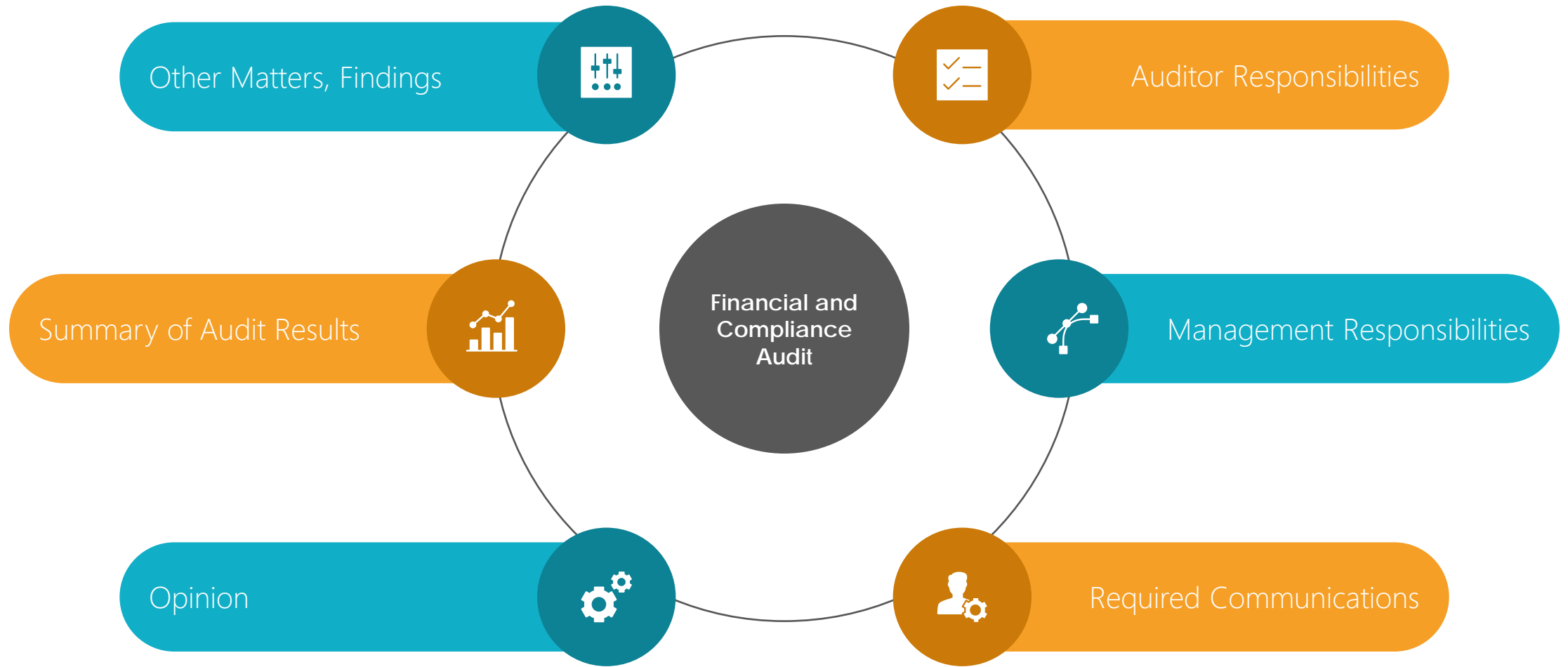
Janet Pacheco-Morton
CPA, CGFM, Principal
505-303-3557 (o)
505-660-0085 (m)
jpmorton@morton-firm.com

New Mexico County Insurance Authority Pool

December 31, 2024

Audit Exit Conference - May 30, 2025
Board Meeting – August 20, 2025

Agenda

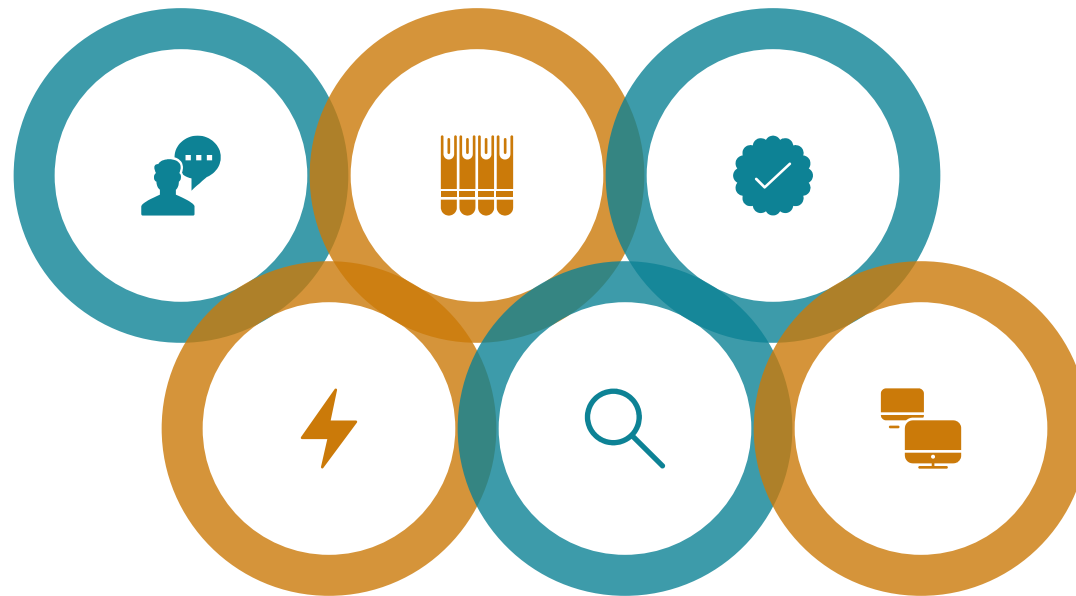


Auditor Responsibilities

Express Opinion over financial statements – materially and fairly stated.

Plan and perform audit to obtain reasonable, rather than absolute assurance..

Comply with Independence Requirements.



Perform audit with planned scope and timing as previously communicated..

GAGAS Audit – Test internal control.

Communicate significant matters.

Management Responsibilities

Financial
Statements



Provide Access
to
Documentation



Maintain
Internal
Controls
Structure



Provide
Management
Representations



Corrective
Action



Required Communications

Significant Accounting Policies

- No new policies

Financial Statement Disclosures

- Component Unit Disclosures – NMCR
- Restatement – NMCR beginning balance

Corrected or Uncorrected Misstatements

- None

Significant Accounting Estimates

- Note 2 - Investments, fair value
- Note 4 - Claims and claims adjustment expenses liability, historical data and actuarial study

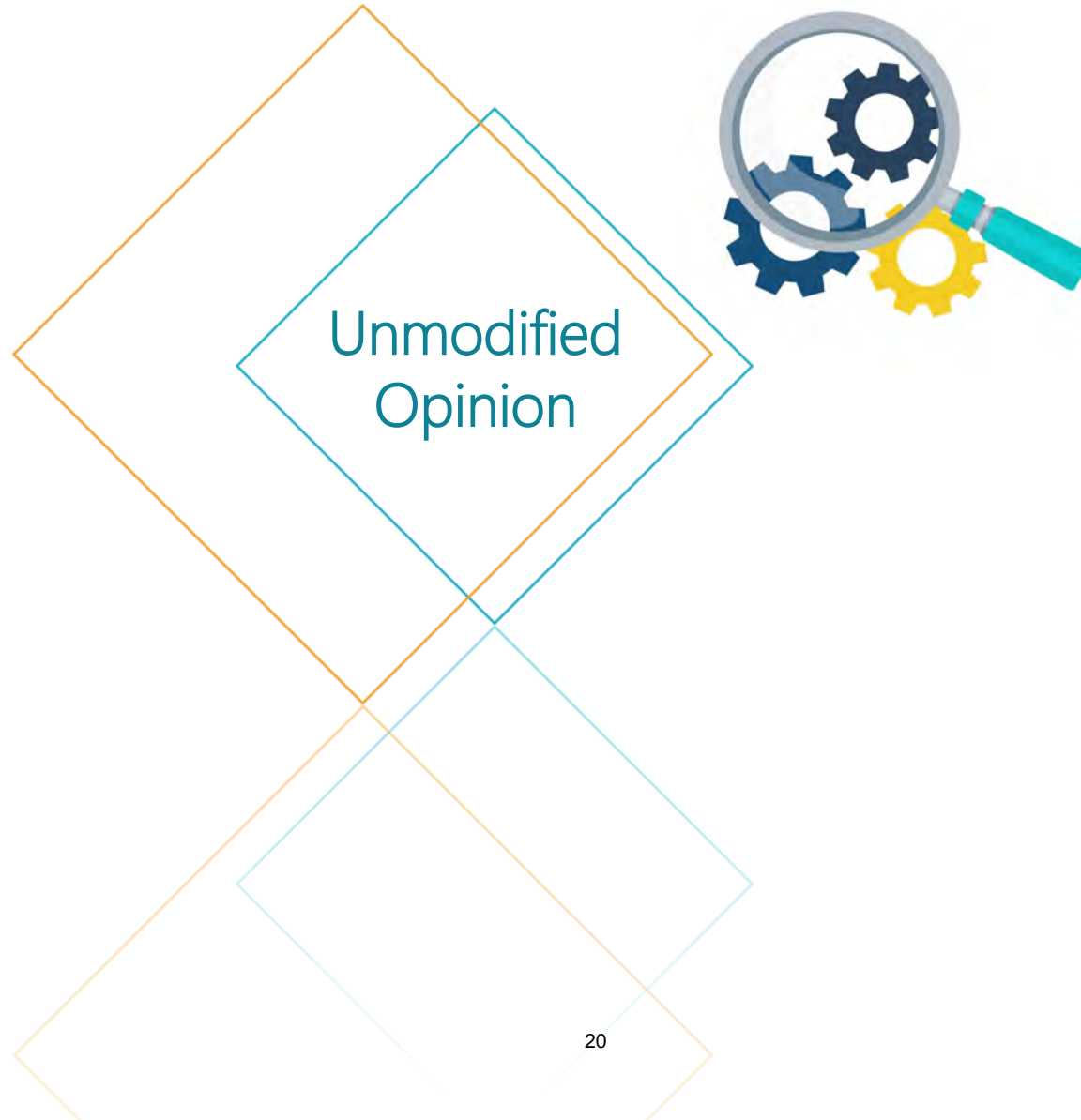
Significant Difficulties

- None

Disagreements with Management

- None

Audit Opinion



Audit Results

Section I – Summary of Auditor’s Results

Type of auditor’s report issued:	Unmodified
Internal control over financial reporting:	
1. Material weaknesses identified	Yes
2. Significant deficiencies identified	No
3. Noncompliance material to the financial statements noted	No

Audit Results

Finding 2024-001 – Non-Compliance with Title 11, Chapter 4 of the New Mexico Administrative Code (Other Non-Compliance)

Condition: Out of 40 claims payments tested, one payment was made outside of the required thirty day turnaround, as required by the New Mexico Administrative Code (NMAC) Section 11.4.7.8 D(2).

- Payment in the amount of \$165 was paid 45 days after receipt of the associated invoice.

Audit Results

Finding 2024-002 – Claims - Overpayments (Internal Control), Material Weakness

Condition: Out of 40 claims samples tested, we noted that supporting order for one payment, related to Workers Compensation, had expired. Upon further research and discussion with claims management, management explained that the claimant had been overpaid by approximately \$105,196.31. Claims management discovered the overpayment in June, 2024 and suspended all future benefits payments past this date. The overpayment occurred in 2021.

In addition, during the course of the audit, management made the auditors aware of an overpayment in the amount of \$1,000,000 related to Law Enforcement claims. The \$1,000,000 has been recorded as a receivable from the member county.

Audit Results

Finding 2024-003 – Cash Receipts (Internal Control)

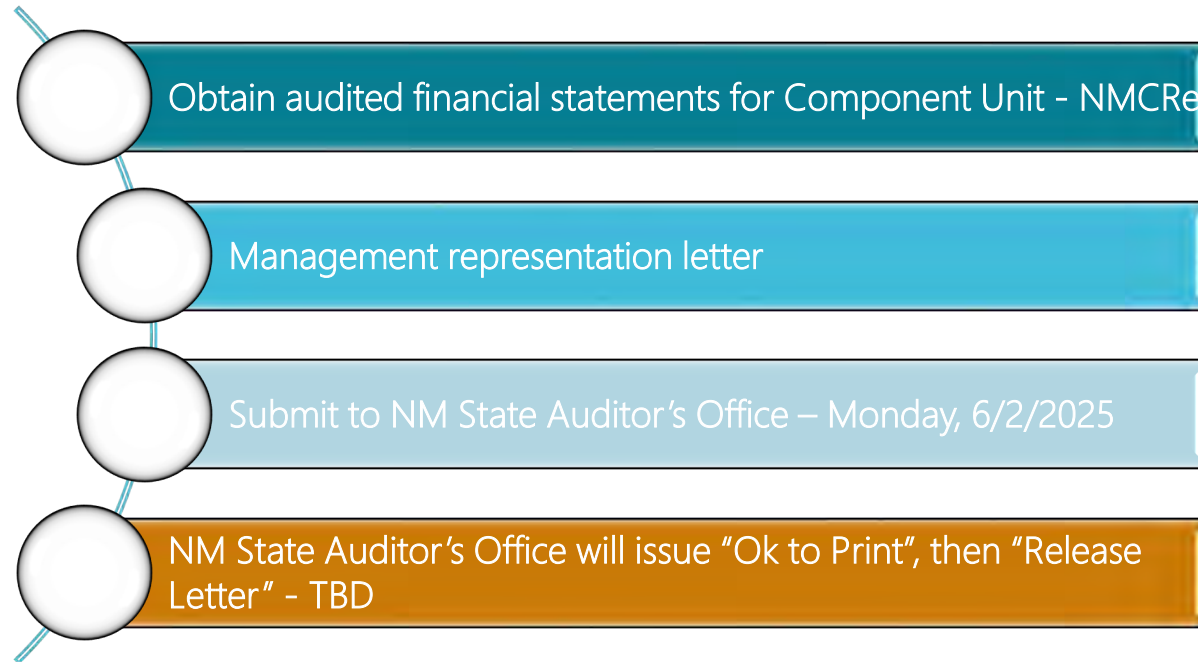
Condition: Out of 23 cash receipts samples tested, we noted that one receipt, in the amount of \$21,426, was received on December 21, 2023, per the organization's check log, however, the receipt was not recorded in the general ledger until January 8, 2024. The deposit was in transit to the bank (via regular mail) as of December 31, 2023.

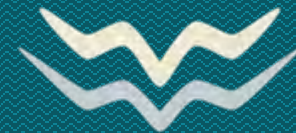
Audit Results

Finding 2024-004 – Restatement - Component Unit

Condition: A restatement was required to correct beginning balance of Investment in New Mexico County Reinsurance, Inc., previously held as an investment on the books of NMCI, in the amount of \$2,657,525. The beginning balance was erroneously overstated as it included Total Liabilities and Equity, rather than Equity only.

Pending





MORTON
ACCOUNTING, LLC

A decorative graphic consisting of two overlapping diamond shapes. The outer diamond is outlined in a light yellow color, and the inner diamond is outlined in a light blue color. They are centered on the page and overlap each other.

Thank You



NEW MEXICO COUNTY INSURANCE AUTHORITY POOL

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

DECEMBER 31, 2024

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
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**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
OFFICIAL ROSTER
DECEMBER 31, 2024**

BOARD OF DIRECTORS

Lance Pyle	Chair
Gregory S. Shaffer	Vice Chair
Michael Meek	NMC Representative, Director
Jhonathan Aragon	Director
Charlene Webb	Director
Amber Hamilton	Director
Lisa Sedillo-White	Director
Shirley Ragin	Director
Diana Murillo	Director
Cynthia Singleton	Director
Michael Meek	Director
Brandy Thompson	Director
Kate Fletcher	Director
Danny Monette	Director
Terri Fortner	Ex Officio Directors
Annie Hogland	Ex Officio Directors
Michael Eshleman	Ex Officio Directors

ADMINISTRATION

Joy Esparsen	Executive Director
Grace Phillips	Risk Management Director
Richard Garcia	Finance Director

MEMBER COUNTIES

Bernalillo	McKinley
Catron	Mora
Chaves	Otero (ML/LE)
Cibola	Quay
Colfax	Rio Arriba (WC)
Curry	Roosevelt
De Baca	San Juan (WC)
Dona ana	San Miguel
Eddy	Sandoval
Grant	Santa Fe
Guadalupe	Sierra
Harding	Socorro
Hidalgo	Taos
Lea (WC)	Torrance
Lincoln	Union
Los Alamos (ML/WC)	Valencia
Luna	



INDEPENDENT AUDITOR'S REPORT

Board of Directors
New Mexico County Insurance Authority Pool
Santa Fe, New Mexico and
Joseph M. Maestas, P.E., CFE
New Mexico State Auditor
Santa Fe, New Mexico

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities, the aggregate discretely presented component unit, and each major fund of New Mexico County Insurance Authority Pool (the Pool), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Pool's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements present fairly, in all material respects, the respective financial position of the business-type activities, the aggregate discretely presented component unit, and each major fund of the Pool, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of New Mexico County Reinsurance, Inc., (NMCR_e) which represents twenty-one percent, sixty-four percent, and five percent, respectively, of the assets, net position, and revenues of the Pool. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for NMCR_e, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements

section of our report. We are required to be independent of the Pool and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibility of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Pool's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with Generally Accepted Auditing Standards (GAAS) will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Pool's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Pool's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 6 through 10 and, the Notes to Ten Year Claims Development Information and the Ten Year Claims Development Information on pages 50 and 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Pool's basic financial statements. The Schedules of Revenue and Expenses - Budget and Actual, Schedule of Cash and Cash Equivalents Reconciliation from Bank to Financial Statements and the Schedule of Cash Collateral are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedules of Revenue and Expenses - Budget and Actual, the Schedule of Cash and Cash Equivalents Reconciliation from Bank to Financial Statements, and the Schedule of Cash Collateral are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Revenue and Expenses - Budget and Actual, the Schedule of Cash and Cash Equivalents Reconciliation from Bank to Financial Statements, and

Schedule of Cash Collateral are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated a June 2, 2025, on our consideration of the Pool's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Pool's internal control over financial reporting and compliance.

MORTON ACCOUNTING SERVICES, LLC

A handwritten signature in cursive script that reads "Morton Accounting Services, LLC".

Santa Fe, New Mexico

June 2, 2025

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024

As management of the New Mexico County Insurance Authority Pool (the Pool), we offer readers of the Pool's financial statements this narrative overview and analysis of the financial activities of the Pool for the fiscal year ended December 31, 2024.

Overview of the Financial Statements

The Pool is a self-insurance pool for New Mexico counties created pursuant to joint powers agreements. The Pool is composed of three separate county self-insurance programs: the Multi-Line Program, the Law Enforcement Program and the Workers' Compensation Program (the Programs). This is the fourth year of combined pool operations, wherein the previous three pools are now consolidated into one Pool with three programs. The Multi-Line and Workers' Compensation programs had 30 member counties and Law Enforcement had 29 member counties as of December 31, 2024. Members pay annual contributions to the Programs. The other source of income is investments. The Programs pay all administrative, claims and reinsurance costs. The Programs' basic financial statements are composed of three components: 1) government-wide financial statements, 2) separate pool financial statements, and 3) notes to the financial statements.

The New Mexico County Reinsurance, Inc. (NMCRé) is discretely presented in the component unit column of the government-wide financial statements. The Pool's Board of Directors has the power to appoint the members of NMCRé's governing board and the Pool is responsible for the financial benefits from the activities of the NMCRé. The purpose of NMCRé is to provide reinsurance in an environment of limited commercial reinsurers willing to reinsure law enforcement liabilities. For fiscal year 2024, NMCRé took on 100% of the Pool's law enforcement reinsurance.

Condensed Data

	2024	2023
Total Assets (Cash, Investments, Receivables, Due from New Mexico Association of Counties, and Prepaid Expenses)	\$ 103,730,402	\$ 120,742,354
Total Liabilities (Accounts Payable, Claims and Claim Adjustment Expenses, and Unearned Member Contributions)	96,513,115	81,168,107
Total Pool Net Position	<u>\$ 7,217,287</u>	<u>\$ 39,574,247</u>
Revenues		
Member Contributions	\$ 42,186,802	\$ 36,872,756
Capital Adequacy and Other	4,422,517	-
Investment (Losses) Income	5,981,140	6,568,901
Total Revenues	<u>52,590,459</u>	<u>43,441,657</u>

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024

Condensed Data (Continued)

	<u>2024</u>	<u>2023</u>
Expenses		
Claims and Claim Adjustment Expenses	50,213,794	38,404,569
Reinsurance Premiums	8,405,175	4,460,650
General, Administrative & Brokerage	5,969,692	5,603,939
Total Expenses	<u>64,588,661</u>	<u>48,469,158</u>
 (Deficit) Excess of Revenues Over Expenses	 (11,998,202)	 (5,027,501)
 Pool Net Position Held for Member Benefits -		
Beginning of Year	39,574,247	44,601,748
Restatement	(20,358,758)	-
Pool Net Position Held for Member Benefits, Restated	<u>19,215,489</u>	<u>44,601,748</u>
 Pool Net Position Held for Member Benefits -		
End of Year	<u>\$ 7,217,287</u>	<u>\$ 39,574,247</u>

Financial Highlights

1. The Multi-Line Program assets increased by \$4,438,497 and net position increased by \$4,397,286.
2. Law Enforcement Program assets decreased by \$24,410,638, net position decreased by \$20,082,686.
3. Workers' Compensation Program assets increased by \$2,760,189 and net position increased by \$3,687,198.

Underwriting Results

Contributions to the Multi-Line Program increased from \$10,190,664 in 2023 to \$12,454,157 in 2024. Law Enforcement Program contributions increased from \$18,412,744 in 2023 to \$20,238,191 in 2024. Workers' Compensation Program contributions increased from \$8,269,348 in 2023 to \$9,494,454 in 2024. Individual counties' contributions to the Multi-Line, Law Enforcement and Workers' Compensation Programs are based on each county's loss experience and risk exposure.

While all lines of coverage provided by the Pool have policy effective periods of January 1 to December 31 of the respective year, note that only the Workers' Compensation line of coverage is renewed on the July 1 to June 30 policy period.

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

Underwriting Results (Continued)

The Pools' pricing and budgeting approach includes investment income or losses and interest income. Adding in investment income and interest income, the Pools had an overall decrease in net position of \$11,998,202, consisting of a \$4,397,286 increase for Multi-Line, a \$20,082,686 decrease for Law Enforcement and a \$3,687,198 increase for Workers' Compensation Program.

Reinsurance Premiums

Reinsurance expenses for the Multi-Line Program increased by \$667,726 from \$3,477,619 in 2023 to \$4,145,345 in 2024, due primarily to increased property exposures and increased property rates. Reinsurance expenses for the Law Enforcement Program increased by \$3,256,064 in 2024, due to the premium funding of New Mexico County Reinsurance, Inc. (NMCRé). Reinsurance expenses for the Workers' Compensation Program increased by \$20,735, from \$983,031 in 2023 to \$1,003,766 in 2024, due to an increase in payroll across the pool, and an increase in loss ratios.

Investments

As of December 31, 2024, cash balances increased \$3,357,553 for Multi-Line, increased by \$6,901,749 for Law Enforcement and increased by \$3,610,182 for Workers' Compensation. Investments decreased \$1,149,014 ,for Multi-Line, \$12,155,215 for Law Enforcement and \$1,357,806 for Workers' Compensation. The Pool has two independent investment advisors that are consulted regularly on the changing market and best strategies to invest Pool funds for maximum return and liquidity. There was a increase of \$2,037,416 in the Multi-Line program equity and a increase of \$202,210 in the Workers' Compensation program equity with reinsurance carrier, County Reinsurance Limited. Earnings from the investment in NMCRé are eliminated as NMCRé is now reflected as a component unit.

Component Unit - New Mexico County Reinsurance, Inc.

The Pool's Board of Directors has been concerned for a number of years about the availability of reinsurance for the law enforcement exposure of its members. The traditional method of procuring reinsurance in the commercial market for the Pool self-insured pool has become less viable because reinsurers have become increasingly less willing to take on this risk. Over the last few years, the number of commercial reinsurers willing to reinsure law enforcement liability has dwindled to only one or two companies. To address this problem, in 2021 a study was completed to determine the feasibility of Pool creating its own captive insurance company to reinsure the law enforcement liability. Based on the results of this study, NMCRé was formed and started doing business on January 1, 2022. To date there has been one claim that has penetrated the reinsurance layer.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024

Component Unit - New Mexico County Reinsurance, Inc.

NMCRe is a discretely presented component unit of the Pool. During fiscal year 2024, the Captive collected \$1,709,626 in net premiums from members and expended \$6,911,695 in losses and loss adjustment expenses. As of year-end, NMCRe held net position of \$13,064,435, a 26% decrease from the prior year, primarily due to higher-than-expected claim activity.

Property, Plant and Equipment

The Pool had no purchases or disposals of property, plant and equipment during 2024.

Long-term Debt

The Pool had no long-term debt during 2024.

Change in Net Position

For the year ended December 31, 2024, the Multi-Line Program's change in net position was \$4,397,286. The Law Enforcement Program's change in net position was (\$20,082,686). The Workers' Compensation Program's change in net position was \$3,687,198. The change in net position for the Multi-Line Program included an operating profit of \$1,194,805 and investment and interest income of \$3,202,481. The change in net position for the Law Enforcement Program included an operating loss of \$21,528,628 and investment income of \$1,445,942. The change in net position for the Workers' Compensation Program included an operating profit of \$2,354,481 and net investment income of \$1,332,717.

Net Position

The Pool had a combined net position of \$7,217,787 at the close of its most recent fiscal year, December 31, 2024. The Multi-Line Program net position increased from \$20,412,792, to \$24,810,078, the Law Enforcement Program net position decreased from \$11,841,954 to \$(28,599,490) and the Workers' Compensation Program net position increased from \$7,319,501 to \$11,006,699.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024

Budget

The following budget overages occurred for the fiscal year ended 2024:

Categories	Program		
	Multi-Line	Law Enforcement	Workers' Compensation
Claims and Claim Adjustment Expenses	\$ 276,102	\$ (23,112,130)	\$ 1,032,061
General and Administrative	100,413	335,914	111,079
Risk Mitigation	55,612	78,503	63,437
Brokerage Fees	-	-	5,000
Positive (Negative) Budget Variances	<u>\$ 432,127</u>	<u>\$ (22,697,713)</u>	<u>\$ 1,211,577</u>
Total Overage for Program	<u>\$ -</u>	<u>\$ (22,697,713)</u>	<u>\$ -</u>

Program budget overages were primarily to increased claims expense and actuarial adjustments. The general and administrative budget overage was largely comprised of increased fees for property appraisal and Board Director and Officer's Insurance.

Pool Trends and Conditions

Fiscal year 2024 saw an increase in total paid claims of \$11.8 million (31%) to \$50.2 million. Similar to fiscal year 2023, the semi-annual actuarial study recommended a significant increase in estimated outstanding losses, affecting claims reserves.

In fiscal year 2024, the performance of the stock market resulted in a decrease in investment income, totaling \$5.9 million by fiscal year end.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF NET POSITION
DECEMBER 31, 2024

ASSETS

	Primary Government	Component Unit
	Business-Type Activities	New Mexico County Reinsurance, Inc.
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 20,954,285	\$ 911,172
Investments in the Local Government		
Investment Pool	3,237	-
Investments	70,701,886	22,428,562
Ceded Unearned Premium Reserve	-	1,983,562
Reinsurance Recoverable	-	2,226,126
Accounts Receivable - Subrogation, Deductibles	665,873	-
Accounts Receivable - Members and Other	1,356,768	-
Accrued Interest	-	105,319
Due from New Mexico Association of Counties,		
Current Portion	95,028	-
Prepays	2,519,105	-
	<hr/>	<hr/>
TOTAL CURRENT ASSETS	96,296,182	27,654,741
NONCURRENT ASSETS		
Due from New Mexico Association of Counties,		
Net of Current Portion	1,119,944	-
Investment in County Reinsurance Limited	6,314,276	-
	<hr/>	<hr/>
TOTAL NONCURRENT ASSETS	7,434,220	-
	<hr/>	<hr/>
TOTAL ASSETS	<u><u>\$ 103,730,402</u></u>	<u><u>\$ 27,654,741</u></u>

See auditor's report and accompanying notes to financial statements

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF NET POSITION
DECEMBER 31, 2024

LIABILITIES AND POOL NET POSITION

	Primary Government	Component Unit
	Business-Type Activities	New Mexico County Reinsurance, Inc.
CURRENT LIABILITIES		
Accounts Payable and Accrued Expenses	\$ 428,317	\$ 63,485
Reinsurance Premium Payable	-	1,670,000
Funds Withheld Account	-	1,361,475
Claims and Claim Adjustment Expenses	26,307,514	-
Unearned Member Contributions	5,587,481	-
	<hr/>	<hr/>
TOTAL CURRENT LIABILITIES	32,323,312	3,094,960
LONG-TERM LIABILITIES		
Claims and Claim Adjustment Expenses	64,189,803	-
Estimated Liability for Unpaid Losses and Loss Adjustment Expenses	-	11,495,346
	<hr/>	<hr/>
TOTAL LONG-TERM LIABILITIES	64,189,803	11,495,346
	<hr/>	<hr/>
TOTAL LIABILITIES	96,513,115	14,590,306
SHAREHOLDER'S EQUITY:		
Contributed Capital	-	15,600,000
Retained Earnings	-	(2,535,565)
	<hr/>	<hr/>
TOTAL SHAREHOLDER'S EQUITY	-	13,064,435
POOL NET POSITION HELD FOR MEMBERS' BENEFITS		
Unrestricted	7,217,287	-
	<hr/>	<hr/>
TOTAL LIABILITIES AND NET POSITION/ SHAREHOLDER'S EQUITY	<hr/> <hr/> \$ 103,730,402	<hr/> <hr/> \$ 27,654,741

See auditor's report and accompanying notes to financial statements

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF ACTIVITIES
IN FUND NET POSITION
YEAR ENDED DECEMBER 31, 2024

	Primary Government	Component Unit
	Business-Type Activities	New Mexico County Reinsurance, Inc.
OPERATING REVENUE / UNDERWRITING INCOME		
Member Contributions	\$ 42,186,802	\$ -
Capital Adequacy	4,403,017	-
Other Operating Income	19,500	-
Assumed Premiums	-	3,726,064
Ceded Premiums	-	(4,000,000)
Change in ceded unearned premiums	-	1,983,562
TOTAL OPERATING REVENUE	46,609,319	1,709,626
OPERATING EXPENSES / UNDERWRITING EXPENSES		
Claims and Claim Adjustment Expenses	50,213,794	-
Reinsurance Premiums	8,405,175	-
Brokerage Fees (Insurance)	95,000	30,000
General and Administrative	5,874,692	116,310
Losses and Loss Adjustment Expenses	-	6,911,695
Interest Expense	-	83,333
TOTAL OPERATING / UNDERWRITING EXPENSES	64,588,661	7,141,338
OPERATING / UNDERWRITING LOSS	(17,979,342)	(5,431,712)
NON-OPERATING REVENUES		
Investment Income	3,690,925	794,914
Interest Income on Notes Receivable	50,589	-
Interest in Change in Net Position of County Reinsurance Limited	2,239,626	-
TOTAL NON-OPERATING REVENUES	5,981,140	794,914

See auditor's report and accompanying notes to financial statements

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF ACTIVITIES
IN FUND NET POSITION
YEAR ENDED DECEMBER 31, 2024**

	Primary Government	Component Unit
	Business-Type Activities	New Mexico County Reinsurance, Inc.
CHANGE IN NET POSITION	(11,998,202)	(4,636,798)
Pool Net Position - Beginning of Year	39,574,247	-
Restatement	(20,358,758)	17,701,233
	19,215,489	17,701,233
POOL NET POSITION HELD FOR MEMBERS' BENEFITS - END OF YEAR / STOCKHOLDER'S EQUITY	\$ 7,217,287	\$ 13,064,435

See auditor's report and accompanying notes to financial statements

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF NET POSITION - ENTERPRISE FUNDS
DECEMBER 31, 2024

	ASSETS			
	Multi-Line Program	Law Enforcement Program	Workers' Compensation Program	Total
CURRENT ASSETS				
Cash and Cash Equivalents	\$ 6,175,604	\$ 8,827,240	\$ 5,951,441	\$ 20,954,285
Investments in the Local Government				
Investment Pool	475	682	2,080	3,237
Investments	22,439,682	21,102,046	27,160,158	70,701,886
Accounts Receivable - Subrogation, Deductibles	480,345	185,528	-	665,873
Accounts Receivable - Members and Other	-	1,201,128	155,640	1,356,768
Due from New Mexico Association of Counties,				
Current Portion	95,028	-	-	95,028
Prepays	1,785,061	74,577	659,467	2,519,105
TOTAL CURRENT ASSETS	30,976,195	31,391,201	33,928,786	96,296,182
NONCURRENT ASSETS				
Due from New Mexico Association of Counties,				
Net of Current Portion	1,119,944	-	-	1,119,944
Investment in County Reinsurance Limited	5,707,523	-	606,753	6,314,276
TOTAL NONCURRENT ASSETS	6,827,467	-	606,753	7,434,220
TOTAL ASSETS	\$ 37,803,662	\$ 31,391,201	\$ 34,535,539	\$ 103,730,402

See auditor's report and accompanying notes to financial statements

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF NET POSITION - ENTERPRISE FUNDS
DECEMBER 31, 2024**

LIABILITIES AND POOL NET POSITION

	Multi-Line Program	Law Enforcement Program	Workers' Compensation Program	Total
CURRENT LIABILITIES				
Accounts Payable	\$ 175,917	\$ 233,788	\$ 18,612	\$ 428,317
Claims and Claim Adjustment Expenses	5,318,941	17,835,795	3,152,778	26,307,514
Unearned Member Contributions	159,787	509,983	4,917,711	5,587,481
	<u>5,654,645</u>	<u>18,579,566</u>	<u>8,089,101</u>	<u>32,323,312</u>
LONG-TERM LIABILITIES				
Claims and Claim Adjustment Expenses	7,338,939	41,411,125	15,439,739	64,189,803
	<u>7,338,939</u>	<u>41,411,125</u>	<u>15,439,739</u>	<u>64,189,803</u>
TOTAL LIABILITIES	12,993,584	59,990,691	23,528,840	96,513,115
POOL NET POSITION HELD FOR MEMBERS' BENEFITS				
Unrestricted	24,810,078	(28,599,490)	11,006,699	7,217,287
TOTAL LIABILITIES AND POOL NET POSITION	<u>\$ 37,803,662</u>	<u>\$ 31,391,201</u>	<u>\$ 34,535,539</u>	<u>\$ 103,730,402</u>

See auditor's report and accompanying notes to financial statements

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET POSITION – ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2024**

	Multi-Line Program	Law Enforcement Program	Workers' Compensation Program	Total
OPERATING REVENUE				
Member Contributions	\$ 12,454,157	\$ 20,238,191	\$ 9,494,454	\$ 42,186,802
Capital Adequacy	1,094,213	2,059,262	1,249,542	4,403,017
Other Operating Income	-	19,500	-	19,500
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL OPERATING REVENUE	13,548,370	22,316,953	10,743,996	46,609,319
OPERATING EXPENSES				
Claims and Claim Adjustment Expenses	6,359,415	38,088,104	5,766,275	50,213,794
Reinsurance Premiums	4,145,345	3,256,064	1,003,766	8,405,175
Brokerage Fees (Insurance)	35,000	35,000	25,000	95,000
General and Administrative	1,813,805	2,466,413	1,594,474	5,874,692
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL OPERATING EXPENSES	12,353,565	43,845,581	8,389,515	64,588,661
	<hr/>	<hr/>	<hr/>	<hr/>
OPERATING PROFIT (LOSS)	1,194,805	(21,528,628)	2,354,481	(17,979,342)

See auditor's report and accompanying notes to financial statements

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET POSITION – ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2024**

	Multi-Line Program	Law Enforcement Program	Workers' Compensation Program	Total
NON-OPERATING REVENUES				
Investment Income	1,114,476	1,445,942	1,130,507	3,690,925
Interest Income on Notes Receivable	50,589	-	-	50,589
Interest in Change in Net Position of County Reinsurance Limited	2,037,416	-	202,210	2,239,626
TOTAL NON-OPERATING REVENUES	3,202,481	1,445,942	1,332,717	5,981,140
CHANGE IN NET POSITION	4,397,286	(20,082,686)	3,687,198	(11,998,202)
Pool Net Position - Beginning of Year	20,412,792	11,841,954	7,319,501	39,574,247
Restatement	-	(20,358,758)	-	(20,358,758)
	20,412,792	(8,516,804)	7,319,501	19,215,489
POOL NET POSITION HELD FOR MEMBERS' BENEFITS - END OF YEAR	\$ 24,810,078	\$ (28,599,490)	\$ 11,006,699	\$ 7,217,287

See auditor's report and accompanying notes to financial statements

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF CASH FLOWS - ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2024

	Multi-Line Program	Law Enforcement Program	Workers' Compensation Program	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Members	\$ 13,420,064	\$ 21,485,358	\$ 9,894,071	\$ 44,799,493
Cash Paid to Vendors	(1,753,417)	(2,464,595)	(1,829,208)	(6,047,220)
Cash Paid on Claims and Claim Adjustment Expenses	(6,534,112)	(22,429,072)	(5,914,121)	(34,877,305)
Cash Paid for Insurance Brokerage Fees	(35,000)	(35,000)	(25,000)	(95,000)
Cash Paid for Reinsurance	(4,145,345)	(3,256,064)	(1,003,766)	(8,405,175)
NET CASH PROVIDED (USED) FROM OPERATING ACTIVITIES	952,190	(6,699,373)	1,121,976	(4,625,207)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income	1,119,724	450,893	234,601	1,805,218
Interest Income on Notes Receivable Received	50,589	-	-	50,589
Repayments Received on Notes Receivable	91,308	-	-	91,308
Purchase of Investments	(996,914)	(4,936,377)	(12,826,622)	(18,759,913)
Proceeds from Sale or Maturity of Investments	2,140,656	18,086,606	15,080,227	35,307,489
NET CASH PROVIDED (USED) FROM INVESTING ACTIVITIES	2,405,363	13,601,122	2,488,206	18,494,691
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	3,357,553	6,901,749	3,610,182	13,869,484
Cash and Cash Equivalents - Beginning of Year	2,818,051	1,925,491	2,341,259	7,084,801
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 6,175,604</u>	<u>\$ 8,827,240</u>	<u>\$ 5,951,441</u>	<u>\$ 20,954,285</u>

See auditor's report and accompanying notes to financial statements

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
STATEMENT OF CASH FLOWS - ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2024

	Multi-Line Program	Law Enforcement Program	Workers' Compensation Program	Total
RECONCILIATION OF OPERATING LOSS TO				
NET CASH (USED) PROVIDED BY OPERATING ACTIVITIES				
Operating Income	\$ 1,194,805	\$ (21,528,628)	\$ 2,354,481	\$ (17,979,342)
Changes in Assets and Liabilities:				
Accounts Receivable	(288,093)	(1,341,578)	(90,063)	(1,719,734)
Prepays	4,267	(59,973)	(215,433)	(271,139)
Accounts Payable	56,121	61,791	(19,301)	98,611
Claims and Claim Adjustment Expenses	(174,697)	15,659,032	(147,846)	15,336,489
Unearned Revenue	159,787	509,983	(759,862)	(90,092)
NET CASH PROVIDED (USED) FROM OPERATING ACTIVITIES	<u><u>\$ 952,190</u></u>	<u><u>\$ (6,699,373)</u></u>	<u><u>\$ 1,121,976</u></u>	<u><u>\$ (4,625,207)</u></u>
NONCASH INVESTING ACTIVITIES				
Unrealized Gains (Losses) on Investments	<u><u>\$ (5,248)</u></u>	<u><u>\$ 995,049</u></u>	<u><u>\$ 895,906</u></u>	<u><u>\$ 1,885,707</u></u>
Increase in County Reinsurance Limited	<u><u>\$ 2,037,416</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 202,210</u></u>	<u><u>\$ 2,239,626</u></u>

See auditor's report and accompanying notes to financial statements

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The New Mexico County Insurance Authority Pool is a self-insurance pool for New Mexico counties created pursuant to joint powers agreements. The Pool is composed of three separate county self-insurance programs: the Multi-Line Program, the Law Enforcement Program and the Workers' Compensation Program (the Programs). This is the fourth year of combined pool operations, wherein the previous three pools are now consolidated into one Pool with three programs. The Workers' Compensation program had 32 member counties and Multi-Line and Law Enforcement programs had 29 member counties as of December 31, 2024. Members pay annual contributions to the Programs.

The New Mexico County Insurance Authority: Multi-Line Pool (the Multi-Line Pool) was formed January 1, 1989, pursuant to the New Mexico Joint Powers Agreement Act (11-1-1 NMSA 1978), as amended. Prior to consolidation, the Multi-Line Pool operated two self-insurance pools: a Multi-Line Program and a Law Enforcement Program (collectively referred to as the Programs). As a self-insurance fund under Section 3-62-2 NMSA 1978, the Pool is not considered to be in the insurance business and, as such, is not subject to New Mexico laws regulating insurance operations.

The Law Enforcement Program was formed August 1, 1995, by the Pool as a self-insurance program for law enforcement employees, detention officers and sheriff reserve officers. Members of the Law Enforcement Program include 29 counties within the State of New Mexico.

The New Mexico County Insurance Authority Workers' Compensation Pool (the Workers' Compensation Pool) was formed July 1, 1987, pursuant to the New Mexico Joint Powers Agreement Act (NMSA 1978), as amended, as a workers' compensation self-insurance pool. Members of the Pool include 30 counties within the State of New Mexico.

Membership in the Programs is voluntary and members may withdraw at the end of any fiscal year upon sixty days' written notice to the Pool's Board of Directors. Members may be expelled for failure to make timely contributions to the Pool, or failure to institute loss reduction and prevention procedures. Upon withdrawal or expulsion, a member is not entitled to reimbursement of contributions made to the Pool, and continues to be obligated to make payment for obligations that arose prior to withdrawal.

Members agree to contribute amounts determined by the Pool's Board of Directors to be necessary to protect the solvency of the Pool after considering investment income. The Pool is responsible for paying all claims and for administering the funds.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Component Unit. On January 1, 2022, the Pool created and began operations of a captive reinsurance company, New Mexico County Reinsurance, Inc. (NMCRé) to reinsure law enforcement liabilities. NMCRé is domiciled in the state of Utah and is organized under Utah law and subject to regulation by the Utah Department of Insurance. The purpose of NMCRé is to provide reinsurance in an environment of limited commercial reinsurers willing to reinsure law enforcement liabilities. For fiscal year 2024, NMCRé took on 100% of the Pool's law enforcement reinsurance. NMCRé is discretely presented in the component unit column of the government-wide financial statements. The Pool's Board of Directors has the power to appoint the members of NMCRé's governing board and the Pool is responsible for and financially benefits from the activities of the NMCRé.

Use of Estimates in Preparing Financial Statements. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Basis of Accounting. The Pool uses fund accounting. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

All operations of the Pool are accounted for as proprietary funds. Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to outside parties. The only proprietary fund types the Pool has are enterprise funds. Enterprise funds are required to account for operations for which a fee is charged to external users for goods and services, and the activity is financed with debt that is: a) solely secured by a pledge of the net revenues; b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or c) has a pricing policy designed for the fees and charges to recover similar costs. The Multi-Line Program and Law Enforcement Program are considered major enterprise funds.

Cash and Cash Equivalents. For purposes of the statement of cash flows, cash and cash equivalents include demand and money market accounts. Cash in bank accounts is insured up to \$250,000 per bank by the Federal Deposit Insurance Corporation (FDIC). The Pool has all cash and cash equivalents secured by pledges of qualifying securities held by the depository. Cash held by several advisors and is insured by the Securities Protection Investors Corporation up to \$500,000 per institution. This coverage does not protect against losses from any change in the market values of securities.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments. The Pool reports certain investments at fair value in the statement of net position and recognizes the corresponding change in the fair value of investments in the year in which the change occurred. Fair value is based on the quoted market value at year-end. Investment transactions are recorded on the trade date. Dividends are recognized as income when declared.

The Pool has adopted an investment policy that is consistent with 6-10-10 NMSA 1978 for the deposit of public funds by local governments in New Mexico. In accordance with the policy, allowable investments include securities of the United States government and certain state and local governments; securities guaranteed by the United States Government; repurchase agreements; certificates of deposit; corporate bonds; mutual funds; exchange traded products and the New Mexico Office of the State Treasurer Local Government Investment Pool (LGIP).

Investments are reported at fair value. Fair value is the amount reasonably expected to be received for an investment in a current sale between a willing buyer and a willing seller. Mutual funds, fixed income securities, exchange-traded funds and corporate bonds are valued based on published market prices and quotations from national security exchanges and securities pricing services.

Investment in County Reinsurance, Limited. County Reinsurance Limited (CRL) is a member-owned reinsurance company, consisting of 29 members at December 31, 2024. The Pool accounts for its investment in CRL on the equity method of accounting. The initial capital contribution of \$2,172,079 to obtain membership in CRL was accounted for at cost, and annually the carrying amount of the investment is adjusted to reflect the Pool's proportionate share in CRL's earnings or losses. These annual adjustments are reflected in the statement of revenues, expenses, and changes in net position as interest in change in net position of County Reinsurance Limited, and increased by \$2,239,626 during the year ended December 31, 2024. Additional contributions may be required from the Pool and other members as determined by CRL. During the year ended December 31, 2024, there were no additional contributions requested from the Pool by CRL. Upon withdrawal from CRL, the Pool may request repayment of the original contribution plus the Pool's proportionate earnings in CRL accumulated during membership.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts Receivable. Accounts receivable consist primarily of deductibles owed to the Pool by the various member county governments and amounts due to the Pool pursuant to reinsurance contracts. These receivables are not secured by collateral, nor is any collateral considered necessary by the Pool. All balances are deemed to be fully collectible; therefore, no allowance has been made for any potentially uncollectible balances.

In addition, during fiscal year 2024, the Pool recorded a long-term receivable from a member in the amount of \$1 million, related to a claim overpayment.

Accounting Method. The Pool's books are maintained on the accrual basis of accounting using the economic resources measurement focus. Billings for contributions are recognized as revenue in the period of the insurance coverage.

Restricted/Unrestricted Net Position. Net position is restricted to the extent external constraints place restrictions on the use of the net position, such as restrictions by contributors or laws and regulations. Usage of the Pool's net position was not externally restricted at December 31, 2024, the net position is reported as unrestricted.

Operating Revenues. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal ongoing operations of the Pool is risk financing and, accordingly, premiums paid by participants and members for risk and benefits coverage are classified as operating revenues. Other income, including investment income, is outside of the Pool's principal ongoing operations and, therefore, is classified as non-operating income. The principal operating expenses of the Pool include the cost of claims and adjustment, as well as reinsurance premiums and general and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Beginning in the year ended December 31, 2015, the Workers' Compensation Pool began offsetting certain member counties' contributions with rebates and safety awards as part of ongoing risk reduction initiatives. During the year ended December 31, 2024, this amount totaled \$35,000 and is presented as an offset to member contributions in the statement of revenues, expenses and changes in net position.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Participant Premiums. Participant premiums for insurance coverage are recognized as revenue on a pro rata basis over the contract period (coincides with fiscal year).

Reinsurance Premiums. Reinsurance premiums for risk coverage are recognized as an expense on a pro rata basis over the contract period (coincides with the fiscal year). Premium adjustments for retrospectively adjusted reinsurance policies are estimated and recorded as revenue or expense over the period of policy coverage.

NMCRE reflects the effects of ceded reinsurance transactions. Ceded reinsurance involves transferring certain insurance risks (along with the related written and earned premiums) that NMCRE has underwritten to other insurance companies who agree to share these risks. Failure of reinsurers to honor their obligations could result in losses to NMCRE; consequently, allowances are established for amounts deemed uncollectible. NMCRE evaluates the financial condition of its reinsurers and monitors concentrations of credit risk arising from similar geographic regions, activities, or economic characteristics of the reinsurers to minimize its exposure to significant losses from reinsurer insolvencies.

The amount of NMCRE recoveries pertaining to reinsurance contracts that were deducted from losses during 2024, was approximately \$2,226,126.

Premiums. NMCRE Premiums are earned over the period of the related insurance policies. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed using pro-rata methods. As of December 31, 2024, there were no unearned premiums.

As of December 31, 2024, NMCRE had assumed premium and effect on reinsurance premiums as follows:

	Written	Earned
Direct	\$ -	\$ -
Assumed	3,726,064	3,726,064
Ceded	(4,000,000)	(2,016,438)
Total	<u>\$ (273,936)</u>	<u>\$ 1,709,626</u>

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Claims and Claim Adjustment Expenses. Insurance losses and related loss adjustment expenses are charged to operations as incurred. The reserves for losses and loss adjustment expenses are determined based upon case-basis evaluations and actuarial projections, and include a provision for claims incurred but not reported. The actuarial projections of ultimate losses on reported claims and the estimate of claims incurred but not reported are based on a composite of the Pool's experience and benefits, as well as property and casualty insurance industry data, which supplements the Pool's limited historical experience and includes the effects of inflation and other factors. Losses are reported net of estimated amounts recoverable from reinsurance, salvage and subrogations, and the deductible portion of claims.

Adjustments to the probable ultimate liability for losses and loss adjustment expenses are made continually, based on subsequent developments and experience, and are included in operating income.

Exemption from Income Taxes. The Pool has not requested a ruling from the Internal Revenue Service regarding its tax status. Management of the Pool considers the organization exempt from income taxes under Section 115 of the Internal Revenue Code. Accordingly, no liability for income taxes is included in the accompanying financial statements.

Credit Risk. The Pool transacts the majority of its business with its members. Credit losses relating to member receivables have been within management's expectations and there is no allowance for doubtful accounts. Generally, collateral is not required on receivables.

Budget. In accordance with by-laws, the Pool prepares the budget that is controlled at the Pool level. The level of budgetary control is at the total fund level. Amendments affecting the overall Pool must be approved by the Board and members. The budget is adopted on a special purpose framework. GAAP differences in budgeted amounts arise from non-budgeted depreciation expense on capital assets, when applicable. There were no differences between GAAP and this budgetary basis for the current fiscal year. The Pool budgets claims and claim adjustment expenses based on actuarial estimates. Overages on this specific line item are only considered deficiencies if the cash and investment balances within the Pool cannot support the overage.

Unrestricted Net Position. Net position is restricted to the extent external constraints place restrictions on the use of the net position, such as restrictions by contributors or laws and regulations. Usage of the Pool's net position was not externally restricted at December 31, 2024 and, accordingly, the net position is reported as unrestricted.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases. The Pool does not have any leases meeting the requirements of Government Accounting Standards Board Statement No. 87, *Leases*.

NOTE 2 - CASH AND INVESTMENTS

The Pool deposits its funds with various financial institutions. New Mexico statutes provide that deposits of public monies in financial institutions must be secured by pledged collateral in an aggregate value equal to one-half of the amount of the public monies deposited after deducting the amount of Federal Deposit Insurance Corporation insurance coverage for each financial institution. The Pool does not engage in any securities lending arrangements or derivatives.

Investments consisted of the following at December 31, 2024:

MULTI-LINE PROGRAM:						
Investment	Rate	Maturity Date	Moody Rating	Cost	Market Gain (Loss)	Estimated Fair Value
MUTUAL FUNDS:						
FIDELITY FUNDS	4.53%	N/A	N/A	\$ 2,037,314	\$ -	\$ 2,037,314
BLACKROCK HIGH YIELD	7.01%	N/A	N/A	531,567	(29,934)	501,633
TOTAL MUTUAL FUNDS				2,568,881	(29,934)	2,538,947
GOVERNMENT BACKED ASSET SECURITIES:						
GNMA II	5.36%	2/20/2038	N/A	54,075	(30,061)	24,014
GNMA II	5.02%	3/20/2038	N/A	44,085	(28,290)	15,795
GNMA II	5.03%	2/20/2039	N/A	40,784	(24,754)	16,030
GNMA	5.47%	3/15/2032	N/A	84,990	(77,694)	7,296
GNMA	5.77%	5/20/2036	N/A	33,447	(19,496)	13,951
GNMA	5.77%	3/20/2037	N/A	33,083	(22,093)	10,990
GNMA	5.87%	8/20/2033	N/A	25,680	(19,368)	6,312
GNMA	5.40%	10/15/2033	N/A	9,599	(8,105)	1,494
GNMA	5.82%	6/20/2031	N/A	6,870	(6,158)	712
TOTAL GOVT. ASSET BACKED SECURITIES				332,613	(236,019)	96,594

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

MULTI-LINE PROGRAM (CONTINUED):						
Investment	Rate	Maturity Date	Moody Rating	Cost	Market Gain (Loss)	Estimated Fair Value
EXCHANGE-TRADED FUNDS (ETF)						
FIDELITY MERRIMACK	5.50%	N/A	N/A	589,520	(11,480)	578,040
ISHARES ETF	3.47%	N/A	N/A	718,312	(59,216)	659,096
ISHARES MBS ETF	3.91%	N/A	N/A	1,722,202	(253,580)	1,468,622
ISHARES 10 PLUS YEAR ETF	5.09%	N/A	N/A	400,001	4,091	404,092
JANUS HENDERSON	4.97%	N/A	N/A	602,433	(13,410)	589,023
JPMORGAN	5.27%	N/A	N/A	583,576	(4,271)	579,305
PIMCO ACTIVE ETF BOND	5.02%	N/A	N/A	1,429,544	(244,771)	1,184,773
PIMCO ETF TRUST	5.22%	N/A	N/A	586,706	(8,145)	578,561
SPDR PORTFOLIO ETF	4.41%	N/A	N/A	2,151,330	(148,678)	2,002,652
SPDR PORTFOLIO	3.76%	N/A	N/A	608,619	(112,818)	495,801
SPDR PORTFOLIO SHORT	4.85%	N/A	N/A	845,629	(26,778)	818,851
VANGUARD MORTGAGE	3.95%	N/A	N/A	1,437,968	(203,949)	1,234,019
VANGUARD SCOTTSDALE	3.68%	N/A	N/A	3,188,730	(329,330)	2,859,400
VANGUARD SCOTTSDALE ETF LT	4.32%	N/A	N/A	400,053	(18,968)	381,085
VANGUARD SHORT TERM IP ETF	2.70%	N/A	N/A	714,053	(35,447)	678,606
VANGUARD SHORT TERM CORP BOND ETF	3.96%	N/A	N/A	2,156,534	(102,063)	2,054,471
VANGUARD SHORT-TERM TREASURY INDX	4.18%	N/A	N/A	2,343,491	(103,387)	2,240,104
TOTAL EXCHANGE TRADED FUNDS				20,478,701	(1,672,200)	18,806,501
GOVERNMENT BONDS						
US TREASURY NOTES	0.75%	12/31/2023	N/A	-	-	0
US TREASURY NOTES	2.25%	12/31/2023	N/A	-	-	0
US TREASURY NOTES	1.37%	1/31/2025	N/A	966,914	30,726	997,640
TOTAL GOVERNMENT BONDS				966,914	30,726	997,640
TOTAL MULTI-LINE PROGRAM INVESTMENTS				\$ 24,347,109	\$ (1,907,427)	\$ 22,439,682
MONEY MARKET						
FIRST NATIONAL SANTA FE	0.00%	N/A	N/A	618,179	-	618,179
WELLS FARGO MONEY MARKET	0.52%	N/A	N/A	5,557,425	-	5,557,425
FIDELITY MONEY MARKET	0.00%	N/A	N/A	-	-	0
TOTAL MONEY MARKET				6,175,604	-	6,175,604
STATE TREASURER LGIP	1.16%	N/A	N/A	475	-	475
TOTAL CASH EQUIVALENTS				\$ 6,176,079	-	\$ 6,176,079

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

LAW ENFORCEMENT PROGRAM:						
Investment	Rate	Maturity Date	Moody Rating	Cost	Market Gain (Loss)	Estimated Fair Value
EXCHANGE-TRADED FUNDS (ETF)						
FIDELITY MERRIMACK ETF	5.50%	N/A	N/A	\$ 150,948	\$ (2,706)	\$ 148,242
ISHARES ETF	3.47%	N/A	N/A	887,272	(64,617)	822,655
JANUS HENDERSON ETF	4.96%	N/A	N/A	152,207	(3,765)	148,442
JPMORGAN ETF	5.26%	N/A	N/A	149,318	(1,029)	148,289
PIMCO ACTIVE BOND ETF	5.02%	N/A	N/A	1,761,964	(270,576)	1,491,388
PIMCO ETF TRUST	5.22%	N/A	N/A	150,777	(2,374)	148,403
SPDR PORTFOLIO INTERMEDIATE ETF	4.41%	N/A	N/A	1,771,360	(143,678)	1,627,682
SPDR PORTFOLIO MB ETF	3.76%	N/A	N/A	678,945	(124,226)	554,719
SPDR PORTFOLIO SHORT ETF	4.85%	N/A	N/A	556,468	(25,378)	531,090
VANGUARD MORTGAGE ETF	3.95%	N/A	N/A	1,775,395	(228,803)	1,546,592
VANGUARD SCOTTSDALE ETF	3.67%	N/A	N/A	2,653,905	(329,903)	2,324,002
VANGUARD SHORT TERM IP ETF	2.70%	N/A	N/A	886,362	(44,580)	841,782
VANGUARD SHORT TERM CORP BOND ETF	3.96%	N/A	N/A	2,664,562	(98,579)	2,565,983
VANGUARD SHORT TERM TREAS INDX ETF	4.18%	N/A	N/A	2,667,362	(113,087)	2,554,275
TOTAL EXCHANGE TRADED FUNDS				16,906,845	(1,453,301)	15,453,544

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

LAW ENFORCEMENT (CONTINUED):						
Investment	Rate	Maturity Date	Moody Rating	Cost	Market Gain (Loss)	Estimated Fair Value
GOVERNMENT FIXED INCOME SECURITIES						
FED HOME LOAN BANK	4.75%	12/12/2025	N/A	82,938	76	83,013
FED HOME LOAN BANK	4.94%	8/13/2025	N/A	82,069	(165)	81,904
BANK OF AMERICA NA	4.75%	8/15/2025	N/A	83,000	258	83,258
WESTERN ALLIANCE BANK	4.90%	8/22/2025	N/A	83,000	357	83,357
FED HOME LOAN BANK	4.55%	4/21/2026	N/A	82,000	(22)	81,978
BMW BANK NA UTAH	4.30%	8/17/2026	N/A	83,000	288	83,288
FANNIE MAE	5.05%	2/05/2027	N/A	166,179	(259)	165,920
UBS BANK USA SLC UT	4.25%	2/16/2027	N/A	83,000	401	83,401
SALLIE MAE BK UTAH	4.45%	8/02/2027	N/A	83,000	866	83,866
FNB OXFORD BK MS	3.50%	10/18/2027	N/A	83,000	(2,108)	80,892
FED HOME LN MTG CORP	5.12%	1/07/2028	N/A	166,230	(213)	166,017
FED HOME LOAN BANK	4.80%	5/15/2028	N/A	83,000	(67)	82,933
FED HOME LOAN BANK	4.15%	10/03/2028	N/A	81,262	(32)	81,230
JP MORGAN CHASE BK	3.60%	10/17/2028	N/A	83,000	(2,517)	80,483
FED HOME LOAN BANK	4.75%	1/10/2029	N/A	248,174	(109)	248,064
MUTUAL SVGS ASSN FSA	4.90%	2/16/2029	N/A	83,000	4	83,004
COMMUNITY NATL BK&TR	5.05%	2/20/2029	N/A	83,000	15	83,015
KENSINGTON BANK MINN	5.05%	2/22/2029	N/A	83,000	17	83,017
FED NAT'L MTG ASSN	4.05%	9/19/2029	N/A	82,938	(1,980)	80,957
US TREASURY NOTE	3.88%	9/30/2029	N/A	163,874	(1,505)	162,370
BANKWEST INC PIERRE SD	3.55%	10/30/2029	N/A	83,000	(3,410)	79,590
FED FARM CREDIT BANK	5.19%	2/28/2030	N/A	166,938	(1,405)	165,534
FED HOME LOAN BANK	4.70%	9/12/2030	N/A	166,715	(929)	165,786
CELTIC BK SLC UTAH	3.50%	9/26/2030	N/A	83,000	(2,287)	80,713
FED HOME LOAN BANK	4.75%	1/30/2031	N/A	83,000	426	83,426
US TREASURY NOTE	4.00%	1/31/2031	N/A	164,633	(2,692)	161,941
BMO BANK NATL ASSN	4.90%	2/20/2031	N/A	83,000	20	83,020
FED FARM CR BKS	5.52%	4/10/2031	N/A	83,284	(356)	82,929
SOUTHERN BANCORP BK	4.70%	7/22/2031	N/A	83,000	66	83,066
FED HOME LOAN BANK	5.12%	9/18/2031	N/A	83,390	(606)	82,784
MERRICK BK S JORDAN UT	3.80%	9/22/2031	N/A	83,000	(1,293)	81,707
FED FARM CREDIT BANK	5.23%	8/20/2032	N/A	166,600	(1,133)	165,467
FED FARM CREDIT BANK	5.34%	9/13/2032	N/A	166,765	(1,072)	165,693
FED FARM CREDIT BANK	5.26%	11/14/2033	N/A	83,000	(241)	82,759
FED HOME LOAN BANK	5.00%	2/12/2024	N/A	83,077	190	83,267
FED FARM CR BKS	3.70%	12/18/2024	N/A	155,396	(2,956)	152,439
FED HOME LOAN BANK	5.00%	11/18/2024	N/A	83,000	310	83,310
TOTAL FIXED INCOME SECURITIES				3,969,463	(24,064)	3,945,399
MUTUAL FUNDS:						
BLACKROCK HIGH YIELD BOND	7.01%	N/A	N/A	652,418	(28,101)	624,317
TOTAL MUTUAL FUNDS				652,418	(28,101)	624,317
TOTAL LAW ENFORCEMENT PROGRAM INVESTMENTS				\$ 22,706,581	(1,604,535)	\$ 21,102,046

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

LAW ENFORCEMENT (CONTINUED):						
<u>Investment</u>	<u>Rate</u>	<u>Maturity Date</u>	<u>Moody Rating</u>	<u>Cost</u>	<u>Market Gain (Loss)</u>	<u>Estimated Fair Value</u>
MONEY MARKET						
FIRST NATIONAL SANTA FE	0.00%	N/A	N/A	\$ 566,381	\$ -	\$ 566,381
WELLS FARGO MONEY MARKET	0.52%	N/A	N/A	7,843,284	-	7,843,284
MORETON CAPITAL MARKETS	0.00%	N/A	N/A	417,575	-	417,575
TOTAL MONEY MARKET				8,827,240	-	8,827,240
STATE TREASURER LGIP						
	1.16%	N/A	N/A	682	-	682
TOTAL CASH EQUIVALENTS				\$ 8,827,922	-	\$ 8,827,922

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

WORKERS COMPENSATION PROGRAM:						
Investment	Rate	Maturity Date	Moody Rating	Cost	Market Gain (Loss)	Estimated Fair Value
EXCHANGE-TRADED FUNDS (ETF)						
FIDELITY MERRIMACK ETF	5.50%	N/A	N/A	\$ 490,311	\$ (9,834)	\$ 480,476
ISHARES	3.47%	N/A	N/A	549,017	(50,242)	498,775
ISHARES MBS	3.94%	N/A	N/A	1,315,539	(212,262)	1,103,277
JANUS HENDERSON ETF	4.97%	N/A	N/A	499,533	(13,955)	485,578
JPMORGAN ETF	5.27%	N/A	N/A	485,195	(3,607)	481,588
PIMCO ACTIVE BOND ETF	5.02%	N/A	N/A	1,094,175	(206,522)	887,653
PIMCO ETF TRUST	5.22%	N/A	N/A	488,675	(7,745)	480,930
SPDR PORTFOLIO INTERMEDIATE TERM	4.41%	N/A	N/A	1,188,855	(120,420)	1,068,435
SPDR PORTFOLIO MTG BACKED	3.76%	N/A	N/A	549,482	(98,440)	451,042
SPDR PORTFOLIO SHORT ETF	4.85%	N/A	N/A	699,590	(23,082)	676,508
VANGUARD MORTGAGE ETF	3.95%	N/A	N/A	1,098,078	(170,240)	927,838
VANGUARD SCOTTSDALE ETF	3.67%	N/A	N/A	1,779,187	(255,121)	1,524,066
VANGUARD MALVERN FDS	2.70%	N/A	N/A	549,158	(28,740)	520,418
VANGUARD SHORT TERM CORP	3.96%	N/A	N/A	1,646,959	(95,574)	1,551,385
VANGUARD SHORT TERM TREASURY	4.18%	N/A	N/A	1,791,739	(87,473)	1,704,267
TOTAL EXCHANGE TRADED FUNDS				14,225,493	(1,383,257)	12,842,235
GOVERNMENT BONDS:						
US TREASURY	4.12%	12/31/2023	N/A	747,188	2,633	749,820
US TREASURY	4.62%	1/31/2024	N/A	749,121	1,089	750,210
US TREASURY	3.87%	2/29/2024	N/A	745,957	3,270	749,228
US TREASURY	3.88%	3/31/2024	N/A	744,111	4,749	748,860
US TREASURY	4.25%	4/30/2024	N/A	746,000	3,805	749,805
US TREASURY	4.61%	5/31/2024	N/A	1,696,879	7,201	1,704,080
TOTAL GOVERNMENT BONDS				5,429,256	22,746	5,452,003
GOVT. ASSET BACKED SECURITIES:						
GNMA II	5.41%	7/20/2033	N/A	53,046	(41,069)	11,977
GNMA II	5.38%	8/20/2033	N/A	14,446	12,896	27,342
GNMA II	5.02%	1/20/2037	N/A	25,086	(17,578)	7,508
GNMA II	5.36%	2/20/2038	N/A	27,041	(15,034)	12,007
GNMA	4.22%	9/20/2040	N/A	91,382	(43,223)	48,159
TOTAL GOVT. ASSET BACKED SECURITIES				211,002	(104,009)	106,993

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

WORKERS COMPENSATION (CONTINUED):						
Investment	Rate	Maturity Date	Moody Rating	Cost	Market Gain (Loss)	Estimated Fair Value
GOVERNMENT FIXED INCOME SECURITIES:						
FED HOME LOAN BANK	4.75%	12/12/2025	N/A	153,885	140	154,025
FED FARM CR BANK	4.94%	8/13/2025	N/A	155,131	(312)	154,819
BANK OF AMERICA NA	4.75%	8/15/2025	N/A	155,000	482	155,482
WESTERN ALLIANCE BANK	4.90%	8/22/2025	N/A	154,000	662	154,662
FED HOME LOAN BANK	4.55%	4/21/2026	N/A	155,000	(42)	154,958
BMW BANK NA UTAH	4.30%	8/17/2026	N/A	155,000	538	155,538
FANNIE MAE	5.05%	2/05/2027	N/A	309,333	(481)	308,852
UBS BANK USA SLC UT	4.25%	2/16/2027	N/A	154,000	744	154,744
SALLIE MAE BK UTAH	44.50%	8/02/2027	N/A	155,000	1,617	156,617
FNB OXFORD BK MS CD	3.50%	10/18/2027	N/A	154,000	(3,912)	150,088
FED HOME LN MTG CORP	5.13%	1/07/2028	N/A	309,427	(396)	309,031
FED HOME LOAN BANK	4.80%	5/15/2028	N/A	155,000	(126)	154,874
FED HOME LOAN BANK	4.15%	10/03/2028	N/A	153,605	(60)	153,545
JP MORGAN CHASE BANK	3.60%	10/17/2028	N/A	154,000	(4,669)	149,331
FED HOME LOAN BANK	4.75%	1/10/2029	N/A	464,323	(202)	464,121
MUTUAL SVGS ASSN FSA	4.90%	2/16/2029	N/A	154,000	8	154,008
COMMUNITY NATL BK&TR	5.05%	2/20/2029	N/A	155,000	28	155,028
KENSINGTON BANK MINN	5.05%	2/22/2029	N/A	154,000	32	154,032
FEDERAL NATL MTG ASSN	4.05%	9/19/2029	N/A	153,885	(3,674)	150,210
US TREASURY NOTE	3.88%	9/30/2029	N/A	305,043	(2,801)	302,242
BANKWEST INC PIERRE SD	3.55%	10/30/2029	N/A	154,000	(6,326)	147,674
FED FARM CR BANK	5.19%	2/28/2030	N/A	310,747	(2,615)	308,132
FED HOME LOAN BANK	4.70%	9/12/2030	N/A	310,331	(1,730)	308,601
CELTIC BK SLC UTAH	3.50%	9/26/2030	N/A	154,000	(4,244)	149,756
FED HOME LOAN BANK	4.75%	1/30/2031	N/A	155,000	795	155,795
US TREASURY NOTE	4.00%	1/31/2031	N/A	306,456	(5,011)	301,445
BMO BANK NATL ASSN	4.90%	2/20/2031	N/A	155,000	37	155,037
FED FARM CR BKS	5.52%	4/10/2031	N/A	155,531	(664)	154,867
SOUTHERN BANCORP ARK	4.70%	7/22/2031	N/A	155,000	124	155,124
FED HOME LOAN BANK	5.12%	9/18/2031	N/A	154,724	(1,125)	153,600
MERRICK BK S JORDAN UT	3.80%	9/22/20031	N/A	154,000	(2,399)	151,601
FED FARM CR BANK	5.23%	8/20/2032	N/A	310,118	(2,110)	308,008
FED FARM CR BANK	5.34%	9/13/2032	N/A	310,424	(1,996)	308,428
FED FARM CR BANK	5.26%	11/14/2033	N/A	155,000	(450)	154,551
FED HOME LOAN BANK	5.00%	2/09/2034	N/A	154,143	354	154,497
FED FARM CR BKS	3.70%	7/26/2034	N/A	289,261	(5,503)	283,758
FED HOME LOAN BANK	5.00%	11/18/2024	N/A	155,000	579	155,579
				<u>7,397,366</u>	<u>(44,709)</u>	<u>7,352,658</u>
TOTAL WORKERS COMPENSATION PROGRAM INVESTMENTS				<u>\$ 28,695,224</u>	<u>(1,535,065.66)</u>	<u>\$ 27,160,158</u>
MONEY MARKET						
FIRST NATIONAL SANTA FE	0.00%	N/A	N/A	\$ 487,178	-	\$ 487,178
WELLS FARGO MONEY MARKET	0.52%	N/A	N/A	4,705,610	-	4,705,610
MORETON CAPITAL MARKETS	0.00%	N/A	N/A	758,653	-	758,653
TOTAL MONEY MARKET				<u>5,951,441</u>	<u>-</u>	<u>5,951,441</u>
STATE TREASURER LGIP	1.16%	N/A	N/A	<u>2,080</u>	<u>-</u>	<u>2,080</u>
TOTAL CASH EQUIVALENTS				<u>\$ 5,953,521</u>	<u>-</u>	<u>\$ 5,953,521</u>

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Investment income for Business-Type Activities is as follows for the year ended December 31, 2024:

Multi-Line Program:

Interest Income	\$ 1,119,724
Unrealized Loss	(5,248)
Total Investment Gains	<u>\$ 1,114,476</u>

Law Enforcement Program:

Interest Income	\$ 1,381,747
Loss on Sale of Investments	(930,854)
Unrealized Gain	995,049
Total Investment Gains	<u>\$ 1,445,942</u>

Workers' Compensation Program:

Interest Income	\$ 1,233,378
Loss on Sale of Investments	(998,777)
Unrealized Gain	895,906
Total Investment Gains	<u>\$ 1,130,507</u>

Investment income for the New Mexico County Reinsurance, Inc. is as follows at December 31, 2024:

Interest Income	\$ 442,854
Dividends	549,573
Gain on Sale of Investments	6,490
Unrealized Losses	(189,737)
Total Investment Gains	<u>809,180</u>

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

As of December 31, 2024, the Pool's cash and cash equivalents and investments were as follows:

Investment Type	Cost	Estimated Fair Value
<i>Multi-Line Program</i>		
Cash and Cash Equivalents:		
Checking and Money Market	\$ 6,175,604	\$ 6,175,604
Total	<u>\$ 6,175,604</u>	<u>\$ 6,175,604</u>
Investment in the State General Fund Investment Pool	\$ 475	\$ 475
Total	<u>\$ 475</u>	<u>\$ 475</u>
Investments:		
Exchange Traded Funds	\$ 20,478,701	\$ 18,806,501
Government Bonds	966,914	997,640
Government Asset-Backed Securities	332,613	96,594
Mutual Funds	2,568,881	2,538,947
Total	<u>\$ 24,347,109</u>	<u>\$ 22,439,682</u>
<i>Law Enforcement Program</i>		
Cash and Cash Equivalents:		
Checking and Money Market	\$ 8,827,240	\$ 8,827,240
Total	<u>\$ 8,827,240</u>	<u>\$ 8,827,240</u>
Investment in the State General Fund Investment Pool	\$ 682	\$ 682
Total	<u>\$ 682</u>	<u>\$ 682</u>
Investments:		
Exchange Traded Funds	\$ 16,906,845	\$ 15,453,544
Government Bonds	966,914	997,640
Government Asset-Backed Securities	210,941	81,146
Government Fixed Income Securities	3,969,463	3,945,399
Mutual Funds	652,418	624,317
Total	<u>\$ 22,706,581</u>	<u>\$ 21,102,046</u>

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Investment Type	Cost	Estimated Fair Value
<i>Workers' Compensation Program</i>		
Cash and Cash Equivalents:		
Checking and Money Market	\$ 5,951,441	\$ 5,951,441
Total	<u>\$ 5,951,441</u>	<u>\$ 5,951,441</u>
Investment in the State General Fund Investment Pool	\$ 2,080	\$ 2,080
Total	<u>\$ 2,080</u>	<u>\$ 2,080</u>
Investments:		
Exchange Traded Funds	\$ 14,225,493	\$ 12,842,235
Government Bonds	5,429,256	5,452,003
Government Asset-Backed Securities	211,002	106,993
Government Fixed Income Securities	7,397,366	7,352,658
Mutual Funds	1,432,107	1,406,270
Total	<u>\$ 28,695,224</u>	<u>\$ 27,160,158</u>
<i>Business-Type Activities - All Programs:</i>		
Cash and Cash Equivalents:		
Checking and Money Market	\$ 20,954,285	\$ 20,954,285
Total	<u>\$ 20,954,285</u>	<u>\$ 20,954,285</u>
Investment in the State General Fund Investment Pool	\$ 3,237	\$ 3,237
Total	<u>\$ 3,237</u>	<u>\$ 3,237</u>
Investments:		
Exchange Traded Funds	\$ 51,611,039	\$ 47,102,280
Government Bonds	7,363,084	7,447,283
Government Asset-Backed Securities	754,556	284,733
Government Fixed Income Securities	11,366,830	11,298,056
Mutual Funds	4,653,406	4,569,534
Total	<u>\$ 75,748,914</u>	<u>\$ 70,701,886</u>

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Investment Type	Cost	Estimated Fair Value
<i>New Mexico County Reinsurance, Inc. (NMCRre) - Component Unit:</i>		
Cash and Cash Equivalents:		\$ 911,172
<i>Investments:</i>		
Equities		\$ 10,929,407
Fixed Income		11,499,155
		\$ 22,428,562

Custodial Credit Risks. Custodial credit risk is the risk that, in the event of a bank failure, the Pool's deposits may not be returned to it. As of December 31, 2024, none of the Pool's deposits were exposed to custodial credit risk; the total of demand deposits was covered by FDIC or by collateral held by the Pool's agent in the Pool's name.

Interest Rate Risk. The Pool does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk.

The Pool's investment policy states that investments are limited to the following:

Government Bonds. Bonds or negotiable securities of the United States, the state or any municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding. Such investments shall have aggregate durations or maturities of no more than five years.

Government Securities. Securities issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States, the Federal Home Loan Mortgage Association, the Federal National Mortgage Association, the Federal Farm Credit Bank or the Student Loan Marketing Association, or are backed by the full faith and credit of the United States government. Such investments shall have aggregate durations or maturities of no more than five years.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Credit Risk (Continued).

Corporate Bonds. The Pool is no longer purchasing corporate bonds. Such investments currently held by the Pool will be sold if management believes that the sale will be beneficial. Otherwise, investments in corporate bonds will be held until maturity.

Certificates of Deposit. In New Mexico Financial Institutions, limited to the current FDIC or NCUSIF limit per financial institution or bank, unless collateralization requirements are met. Federally insured obligations, including brokered certificates of deposit, certificates of deposit account registry service and federally insured cash accounts outside of New Mexico financial institutions shall be eligible as long as the FDIC or NCUSIF insures the instrument from the date the investment is made until the date of maturity. Furthermore, returns on such deposits determined by investment returns linked to the stock markets, commodities markets or other non-interest rate markets or any index or basket thereof, shall not be eligible for investment under this Policy. No commission, mark-up or other remuneration shall be paid for the purchase of any asset in this section.

Exchange-traded Funds (ETFs). The majority of ETFs are typically structured as registered unit investments trusts (UITs) or open-end investment companies (commonly referred to as "funds") whose shares represent an interest in a portfolio of securities that track an underlying benchmark or index. These products are the most common type of ETF, and typically hold a basket of equity or fixed income securities constructed to track an index.

Mutual Funds. Shares of a diversified investment company registered pursuant to the federal Investment Company Act of 1940 that invests in fixed-income securities or debt instruments that are listed in a nationally recognized, broad-market, fixed-income-securities market index. Such investments shall have aggregate durations or maturities of no more than five years.

New Mexico State Treasurer Local Government Investment Pool (State Investment Pool as defined in Note 1). This fund is rated AAA by Standard and Poor's.

Concentration of Credit Risk.

The Pool places no limit on the amount the Pool may invest in any one issuer. Excluding investments that are implicitly backed by the full faith and credit of the United States, investments in the following issuers represent more than 5 percent of the Pool's investments, and are therefore considered to have a concentration of credit risk.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk (Continued).

Multi-Line Program:

FIDELITY	12%
ISHARES	11%
PIMCO	8%
SPDR	15%
VANGUARD	42%

Law Enforcement Program:

PIMCO	8%
SPDR	13%
VANGUARD	47%

Workers' Compensation Program:

FIDELITY	6%
PIMCO	8%
SPDR	13%
VANGUARD	47%

Fair Value Measurements. The Pool categorizes its fair value investments within the fair value hierarchy established by generally accepted accounting principles (GAAP). Under GASB statement No. 72 fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. Investments classified in Level 1 of the fair value hierarchy are valued using prices in active markets for those investments.

The Pool owns an interest in County Reinsurance Limited, a risk pool which provides reinsurance coverage to member counties. The unit of account for this investment is the Pool's ownership interest in CRL, rather than a percentage of individual assets held by CRL. The assets could be sold at an amount different than the Net Asset Value (NAV) per share (or its equivalent) due to the liquidation policies of CRL and its member counties.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Business-Type Activities - Investments by Fair Value Level - December 31, 2024

Quoted Prices in Active Markets for Identical Assets	(Level 1)
	<hr/>
Mutual Funds	\$ 4,569,534
Government Asset-Backed Securities	284,733
Government Fixed Income Securities	11,298,056
Exchange Traded Funds	47,102,280
Total	<hr/> <hr/> 70,701,886

NAV Investment - December 31, 2024

Investment in County Reinsurance Limited	6,314,276
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Investments Not Requiring Fair Value - December 31, 2024

Money Market	20,954,285
State Treasurer LGIP	3,237
	<hr/> <hr/> 20,957,522
Total Business-Type Activities - Investments and Cash Equivalents	<hr/> <hr/> \$ 97,973,684

New Mexico County Reinsurance, Inc. - Component Unit - Investments by Fair Value Level - December 31, 2024:

Quoted Prices in Active Markets for Identical Assets	(Level 1)
	<hr/>
Equities	\$ 10,929,407
Fixed Income	11,499,155
Total	<hr/> <hr/> \$ 22,428,562

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 3 - NOTE RECEIVABLE

Note Receivable - Building. During 2012, the Multi-Line Program loaned the New Mexico Association of Counties, a related party, \$1,850,257 in return for a promissory note carrying an annual interest rate of 5%. Principal and interest payments in the amount of \$9,914 were due monthly from September 24, 2012 through August 24, 2019, for a total of 84 payments. The monthly payments were based on a 30-year amortization, with a 7-year call, at which time, the parties would re-evaluate the interest rate and term. The parties have continued to operate under the original agreement, through May 28, 2020. In October 2020, the Pool signed a new lease purchase agreement which was retroactive to July 1, 2020. The original balance of this lease purchase agreement on July 1, 2020 was \$1,598,614, and carries an interest rate of 4%, with required payments of \$11,825 for 180 monthly installments (15 years). The balance of the note receivable at December 31, 2024 is \$1,214,972. This original loan funded the purchase of a new building for the New Mexico Association of Counties, which performs administrative functions for the Pool (Note 7). Principal payments received on this note totaled \$91,308 in 2024.

NOTE 4 - CLAIMS AND CLAIM ADJUSTMENT EXPENSES

The liability for claims and claims adjustment expenses, which is reported on an ultimate development basis, includes an amount determined from claims reports and individual cases, and an amount for claims incurred but not reported.

Estimates of the liability for amounts incurred but not reported as of December 31, 2024 and 2023 have been based on an actuarial evaluation of the Pool's historical claims experience, industry data and other factors. While management believes that these estimates are adequate, actual incurred but unpaid claims may vary significantly from the amount provided.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 4 - CLAIMS AND CLAIM ADJUSTMENT EXPENSES (CONTINUED)

Changes in reserves for claims and claim adjustment expenses were as follows for the years ended December 31:

Multi-Line Program:

	2024	2023
Liability for Claims and Claim Adjustment Expenses		
Beginning of Year	\$ 12,832,577	\$ 11,263,491
Incurred Claims and Claim Adjustment Expenses Related to:		
Current Year	5,164,806	6,291,618
Prior Years	1,194,607	1,351,261
Total Incurred	6,359,413	7,642,879
Payments (Net of Amounts Received Pursuant to Reinsurance Contracts) Related to:		
Current Year	(670,678)	(741,700)
Prior Years	(5,863,432)	(5,332,093)
Total Payments	(6,534,110)	(6,073,793)
Liability for Claims and Claim Adjustment Expenses - End of Year	\$ 12,657,880	\$ 12,832,577

Law Enforcement Program:

	2024	2024
Liability for Claims and Claim Adjustment Expenses		
Beginning of Year	\$ 43,587,888	\$ 26,049,053
Incurred Claims and Claim Adjustment Expenses Related to:		
Current Year	24,864,023	17,675,509
Prior Years	13,224,081	7,230,650
Total Incurred	38,088,104	24,906,159
Payments (Net of Amounts Received Pursuant to Reinsurance Contracts) Related to:		
Current Year	(865,460)	(475,371)
Prior Years	(21,563,612)	(6,891,953)
Total Payments	(22,429,072)	(7,367,324)
Liability for Claims and Claims Adjustment Expenses - End of Year	\$ 59,246,920	\$ 43,587,888

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 4 - CLAIMS AND CLAIM ADJUSTMENT EXPENSES (CONTINUED)

Workers' Compensation Program:

	2024	2023
Liability for Claims and Claim Adjustment Expenses		
Beginning of Year	\$ 18,740,363	\$ 19,657,340
Incurred Claims and Claim Adjustment Expenses Related to:		
Current Year	3,877,050	4,227,666
Prior Years	1,889,225	1,627,865
Total Incurred	5,766,275	5,855,531
Payments (Net of Amounts Received Pursuant to Reinsurance Contracts) Related to:		
Current Year	(790,968)	(499,759)
Prior Years	(5,123,153)	(6,272,749)
Total Payments	(5,914,121)	(6,772,508)
Liability for Claims and Claims Adjustment Expenses - End of Year	\$ 18,592,517	\$ 18,740,363

Total:

Total Liability Claims and Claim Adjustment - Expenses End of Year	<u>\$ 90,497,317</u>	<u>\$ 75,160,828</u>
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As of December 31, 2024, the liability for unpaid claims and claim adjustment expenses of \$13,446,203 for the Multi-Line Program, \$37,339,237 for the Law Enforcement Program and \$19,051,659 for the Workers' Compensation Program are presented at their net present value of \$12,657,880, \$59,246,920 and \$18,592,517, respectively. The Multi-Line and Law Enforcement claims are discounted at a rate of 4.0%, and Workers' Compensation claims are discounted at 2.0%. For the year ended December 31, 2024, the Multi-Line Program experienced positive development on prior policy year claims, resulting in an decrease to claim expense of \$1,283,466, from the prior year. For the year ended December 31, 2024, the Law Enforcement Program also experienced negative development on prior policy year claims, resulting in an increase to claim expense of \$15,659,032 from the prior year. For the year ended December 31, 2024, the Workers' Compensation Program experienced positive development on prior policy year claims, resulting in a decrease to claim expense of \$147,846 from the prior year.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 4 - CLAIMS AND CLAIM ADJUSTMENT EXPENSES (CONTINUED)

NMCR:

	2024	2023
Liability for Claims and Claim Adjustment Expenses		
Beginning of Year	\$ 2,657,525	\$ 245,978
Incurred Claims and Claim Adjustment Expenses Related to:		
Current Year	2,421,088	2,411,547
Prior Years	4,490,607	-
Total Incurred	6,911,695	2,411,547
Payments (Net of Amounts Received Pursuant to Reinsurance Contracts) Related to:		
Current Year	-	-
Prior Years	(300,000)	-
Total Payments	(300,000)	-
Liability for Claims and Claims Adjustment Expenses - End of Year	\$ 9,269,220	\$ 2,657,525
Plus: Reinsurance Recoverable	2,226,126	-
<i>Total:</i>		
Total Liability Claims and Claim Adjustment - Expenses End of Year	<u>\$ 11,495,346</u>	<u>\$ 2,657,525</u>

NOTE 5 - REINSURANCE AND EXCESS INSURANCE

The New Mexico County Insurance Authority Pool purchases commercial reinsurance for the Multi-Line, Law Enforcement and Worker's Compensation programs.

The Multi-Line Program's property coverage has a limit of the total value reported to County Reinsurance Limited (CRL) in the Schedule of Values per occurrence. The Multi-Line Program's self-insured retention for property coverage is \$350,000 per occurrence from January 1 - June 30, 2024, and \$400,000 from July 1 - December 31, 2024. CRL provides the next \$4,650,000 and \$4,600,000 respectively, in coverage, then Lloyds of London Syndicates provides coverage up to the limit.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 5 - REINSURANCE AND EXCESS INSURANCE (CONTINUED)

The Multi-Line program's liability coverage has a limit of \$5,000,000 per occurrence. The Multi-Line pool's self-insured retention for liability coverage is \$1,000,000 per occurrence. New Mexico County Reinsurance, Inc. (NMCRRe) provides the next \$1,000,000 in coverage per occurrence basis, and then the Pool provides \$3,000,000. NMCRRe has an annual aggregate of \$4,000,000 per member and an \$8,000,000 annual aggregate limit on liability reinsurance coverage in the Multi-Line program for all members combined.

The Law Enforcement program's liability coverage has a limit of \$4,000,000 for non-class A members. Class A members can choose to purchase an additional \$1,000,000 in coverage for a limit of \$5,000,000 per occurrence. For policy year 2024, all Class A members in the Law Enforcement program chose the additional \$1,000,000 in coverage. The Law Enforcement program's self-insured retention for liability coverage is \$2,000,000 per occurrence, then NMCRRe provides the next \$2,000,000 for non-class A members, and \$3,000,000 in coverage for class A members on a per occurrence basis. There is an \$8,000,000 annual aggregate limit on liability reinsurance coverage in the Law Enforcement Program for all members combined.

The Worker's Compensation Program has purchased commercial reinsurance for specific claims in excess of \$750,000. Beginning July 1, 1998, this insurance has been provided by CRL.

CRL is a captive organization formed to provide excess and reinsurance to county association pools. Similar to counties that participate as members of the Workers' Compensation Pool, the Pool's contribution to CRL includes amounts for capital, losses and other pool expenses. CRL has the ability to return equity to its members in the event that loss fund contributions are not depleted or if there is a surplus of capital.

On July 1, 2024, NMCRRe entered into a three-year excess of loss reinsurance contract with Hannover Re for Law Enforcement coverage. Limit of liability is \$2,500,000 for each loss occurrence. The reinsurer's liability shall not exceed \$8,000,000 during any one contract year nor \$16,000,000 in the aggregate of the three-year term.

For the year ended December 31, 2024, the Multi-Line, Law Enforcement and Workers' Compensation Programs paid a total of \$4,145,345, \$3,256,064 and \$1,003,766, respectively for reinsurance premiums.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 5 - REINSURANCE AND EXCESS INSURANCE (CONTINUED)

Effective January 1, 2024, NMCRé entered into an excess of loss reinsurance agreement covering the law enforcement liability policies written by NMCRé. This reinsurance agreement is effective through July 1, 2027. As of December 31, 2024, there were ceded unearned premiums of \$1,983,562. The NMCRé has \$1,361,475 in funds held with reinsurers as of December 31, 2024. Premiums ceded during the year ended December 31, 2024 totaled \$4,000,000.

NOTE 6 - BROKERAGE SERVICE FEE

Commission/brokerage service fees were \$95,000, for the year ended December 31, 2024.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 7 - GENERAL AND ADMINISTRATIVE

For a monthly fee, the New Mexico Association of Counties provides claims processing, risk management, loss prevention training, legal services, general and administrative services, financial management, office space, equipment and supplies.

The Pool expensed \$4,685,152 in 2024, under this arrangement. The fees to be paid to the New Mexico Association of Counties for such services are approved by the Pool's Board of Directors when the Pool's annual operating budget is reviewed and approved. The Pool also engages other related third parties to provide legal, actuarial and other services.

The Pool's general and administrative expenses for the year ended December 31, 2024 consisted of the following:

	Multi-Line Program	Law Enforcement Program	Workers' Compensation Program	Total
Administrative Fees	\$ 1,455,330	\$ 1,885,330	\$ 1,344,492	\$ 4,685,152
Software, Supplies and Service	121,208	110,269	122,362	353,839
Publications, Subscriptions	-	246,336	-	246,336
Appraisal Fees	125,397	-	-	125,397
Insurance	9,883	9,878	9,878	29,639
Accounting and Auditing	10,899	10,899	59,330	81,128
Actuarial	18,150	24,625	14,900	57,675
Investment Advisor	7,500	7,500	7,500	22,500
Legal Advice Program	-	43,281	606	43,887
Training and Accreditation	31,380	94,237	406	126,023
Loss Prevention Special	34,058	34,058	-	68,116
Safety Awards	-	-	35,000	35,000
Total	<u>\$ 1,813,805</u>	<u>\$ 2,466,413</u>	<u>\$ 1,594,474</u>	<u>\$ 5,874,692</u>

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 8 - JOINT POWERS AGREEMENT

As of January 1, 2022, pursuant to a Joint Powers Agreement, the New Mexico County Insurance Authority Workers' Compensation Pool was consolidated with the New Mexico County Insurance Multi-Line Pool, as one legal entity, the New Mexico County Insurance Authority (Authority). All assets, liabilities and contracts of the respective Pools were transferred to and assumed by the Authority upon consolidation. The consolidation allows for efficient use of Pools' Member powers and resources, by cooperating on a basis that will be of mutual advantage; and provide a means for securing benefits, services, coverage or protection for the Pools' Members, their employees, and other political subdivisions or local public bodies approved by the Authority Board, relating to insurance or self-insurance, as authorized by law.

NOTE 9 - FUNDING ARRANGEMENTS

The Workers' Compensation Program has historically offered high-deductible funding arrangements with Bernalillo, Dona Ana, Sandoval, San Juan and Santa Fe Counties. San Juan selected a \$10,000 per claim deductible, Sandoval County selected a \$25,000 per claim deductible, and Santa Fe County selected a \$100,000 per claim deductible for 2024. Funding arrangements exist for all Class A Counties in previous plan years. The Worker's Compensation Program handled all claims for member counties, and they were covered by the Workers' Compensation Program reinsurance for any claim which exceeded \$750,000.

NOTE 10 - LITIGATION

The Pool is subject to various legal proceedings, claims and liabilities which arise in the ordinary course of the Pool's operations. In the opinion of the Pool's management and legal counsel, the ultimate resolution of these matters will not have a material adverse impact on the financial position or results of operation of the Pool.

NOTE 11 - TAX ABATEMENT DISCLOSURES

As of December 31, 2024, the Pool had no tax abatement programs or agreements with other government entities.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 12 - RESTATEMENT

The following restatements were made to beginning net position in the Law Enforcement Program:

Law Enforcement Program Net Position, Beginning of Year	\$ 11,841,954
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Restatements:

Correction of an Error - beginning net position included the Pool's interest in net position in New Mexico County Reinsurance, Inc. (NMCRE). The interest in net position for 2023 was overstated. See Finding 2024-004.	(2,657,525)
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Change in reporting entity; NMCRE, was previously reflected as an investment on the accounting records of the Pool. The Pool's Board of Directors has the power to appoint the members of NMCRE's governing board and the Pool is responsible for and financially benefits from the activities of the NMCRE. NMCRE is more accurately reflected as a Component Unit. All NMCRE activity was removed from the Law Enforcement Program Fund and the NMCRE is now reflected as a discrete component unit of the Pool.

(17,701,233)

Law Enforcement Program Net Position, End of Year	<u><u>\$ (8,516,804)</u></u>
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NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
NOTES TO TEN YEAR CLAIMS DEVELOPMENT INFORMATION (UNAUDITED)
DECEMBER 31, 2024

The following illustrates how the Pool's earned revenues and investment income compare to related costs of loss (net of loss assumed by reinsurers) and other expenses assumed by the Pool as of the end of each of the last nine years. The rows of the table are defined as follows:

(1) This line shows the total of each fiscal year's earned contribution revenues and investment revenues, net of contribution revenue ceded to reinsurers.

(2) This line shows each fiscal year's other operation costs of the Pool, including overhead and claims expenses not allocable to individual claims.

(3) This line shows the Pool's incurred claims and allocated claim adjustment expense (both paid and accrued) as originally reported at the end of the first year in which the event that triggered coverage under the contract occurred (called policy year).

(4) This section of ten rows shows the cumulative net amounts paid at of the end of successive years for each policy year.

(5) This section of ten rows shows how each policy year's incurred claims increased or decreased as of the end of the successive years. (These annual re-estimations result from new information received on known claims, reevaluation of existing information on known claims, as well as emergence of new claims not previously known.)

(6) This line compares the latest re-estimated incurred claims amount to the amount originally established (line 3) and shows whether this latest estimate of claims cost is greater or less than originally thought. As data for individual policy years matures, the correlation between original estimates and re-estimated amounts is commonly used to evaluate the accuracy of incurred claims currently recognized in less mature policy years. The columns of the table show data for successive policy years.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
TEN YEAR CLAIMS DEVELOPMENT INFORMATION (UNAUDITED)
TEN YEARS ENDED DECEMBER 31, 2024
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
1. Net Earned Required Contribution and Investment Revenues	\$ 28,763	\$ 33,554	\$35,208	\$36,235	\$33,757	35,407	\$ 29,649	\$ 26,811	\$ 41,469	\$ 49,878
2. Unallocated Expenses	4,252	4,331	4,553	5,191	4,484	5,118	5,362	5,779	5,604	5,970
3. Estimated Incurred Claims and Expense, End of Policy Year	24,714	22,805	21,856	20,720	18,531	18,133	18,934	22,242	27,646	33,906
4. Paid (Cumulative) as of:										
Year One	2,973	2,350	2,753	2,633	1,362	14,720	15,451	1,857	1,717	2,327
Year Two	7,697	9,198	6,891	6,154	15,436	12,768	8,034	6,688	10,367	
Year Three	15,581	15,842	9,088	16,419	18,159	9,675	16,264	16,394		
Year Four	17,351	10,882	14,530	16,283	15,006	11,681	23,316			
Year Five	9,746	26,998	15,281	15,667	16,499	15,008				
Year Six	20,678	27,308	13,475	15,546	18,483					
Year Seven	20,949	25,993	14,326	15,712						
Year Eight	21,083	26,116	15,404							
Year Nine	21,193	25,928								
Year Ten	21,343									
5. Re-Estimated Incurred Claims and Expense										
Year One	24,714	22,805	21,856	20,720	18,531	18,133	18,934	22,242	27,676	33,906
Year Two	21,848	27,547	18,818	19,830	10,916	9,374	27,284	28,530	37,065	
Year Three	24,231	26,827	17,550	14,371	12,390	19,879	31,769	34,849		
Year Four	22,757	28,870	12,623	15,451	9,563	23,668	34,231			
Year Five	22,802	25,484	14,200	18,052	19,564	20,652				
Year Six	21,839	26,066	16,130	17,163	20,156					
Year Seven	22,118	27,708	17,323	16,786						
Year Eight	22,067	27,265	16,401							
Year Nine	22,003	26,780								
Year Ten	22,231									
6. Increase (Decrease) in Estimated Incurred Claims and Expense from End of Policy Year	(2,483)	3,975	(5,455)	(3,934)	1,625	2,519	15,297	12,607	9,419	-

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULES OF REVENUES AND EXPENSES - BUDGET AND ACTUAL (BUDGETARY BASIS)
DECEMBER 31, 2024

Multi-Line Program

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts - (Budgetary Basis)	Variance With Final Budget Positive (Negative)
REVENUES				
Member Contributions	\$ 11,953,146	\$ 11,953,146	\$ 12,454,157	\$ 501,011
Capital Adequacy	-	-	1,094,213	1,094,213
Investment Income	817,387	817,387	3,202,481	2,385,094
Total Revenues	12,770,533	12,770,533	16,750,851	3,980,318
NET POSITION	15,159	15,159		
EXPENSES				
Claims and Claim Adjustment Expenses	10,780,862	10,780,862	10,504,760	276,102
Risk Mitigation	237,202	237,202	181,590	55,612
General and Administrative	1,732,628	1,732,628	1,632,215	100,413
Brokerage Fees	35,000	35,000	35,000	-
Total Expenses	12,785,692	12,785,692	12,353,565	432,127
EXCESS OF REVENUES OVER EXPENSES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,397,286</u>	<u>\$ 4,412,445</u>
EXCESS OF REVENUES OVER EXPENSES PER ACCOMPANYING GAAP FINANCIAL STATEMENTS			<u>\$ 4,397,286</u>	

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULES OF REVENUES AND EXPENSES - BUDGET AND ACTUAL (BUDGETARY BASIS)
DECEMBER 31, 2024

Law Enforcement Program

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts - (Budgetary Basis)	Variance With Final Budget Positive (Negative)
REVENUES				
Member Contributions	\$ 19,870,424	\$ 19,870,424	\$ 20,238,191	\$ 367,767
Capital Adequacy	-	-	2,059,262	2,059,262
Investment Income	1,140,222	1,140,222	1,445,942	305,720
Accreditation Fees	-	-	19,500	19,500
Total Revenues	21,010,646	21,010,646	23,762,895	2,752,249
FUND BALANCE	137,222	137,222		
EXPENSES				
Claims and Claim				
Adjustment Expenses	18,232,038	18,232,038	41,344,168	(23,112,130)
Risk Mitigation	644,290	644,290	565,787	78,503
General and Administrative	2,236,540	2,236,540	1,900,626	335,914
Brokerage Fees	35,000	35,000	35,000	-
Total Expenses	21,147,868	21,147,868	43,845,581	(22,697,713)
EXCESS OF REVENUES OVER EXPENSES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,082,686)</u>	<u>\$ (19,945,464)</u>
EXCESS OF REVENUES OVER EXPENSES PER ACCOMPANYING GAAP FINANCIAL STATEMENTS			<u>\$ (20,082,686)</u>	

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULES OF REVENUES AND EXPENSES - BUDGET AND ACTUAL (BUDGETARY BASIS)
DECEMBER 31, 2024

Workers' Compensation Program

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts - (Budgetary Basis)	Variance With Final Budget Positive (Negative)
REVENUES				
Member Contributions	\$ 10,189,198	\$ 10,189,198	\$ 9,494,454	\$ (694,744)
Capital Adequacy	-	-	1,249,542	1,249,542
Investment Income	949,813	949,813	1,332,717	382,904
Total Revenues	11,139,011	11,139,011	12,076,713	937,702
EXPENSES				
Claims and Claim				
Adjustment Expenses	7,802,102	7,802,102	6,770,041	1,032,061
Risk Mitigation	400,489	400,489	337,052	63,437
General and Administrative	1,368,501	1,368,501	1,257,422	111,079
Brokerage Fees	30,000	30,000	25,000	5,000
Total Expenses	9,601,092	9,601,092	8,389,515	1,211,577
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 1,537,919</u>	<u>\$ 1,537,919</u>	<u>\$ 3,687,198</u>	<u>\$ 2,149,279</u>
EXCESS OF REVENUES OVER EXPENSES PER ACCOMPANYING GAAP FINANCIAL STATEMENTS			<u>\$ 3,687,198</u>	

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULE OF CASH AND CASH EQUIVALENTS RECONCILIATION
FROM BANK TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

	Multi-Line Program	Law Enforcement Program	Workers' Compensation Program	Total
Interest-Bearing Checking Accounts:				
First National 1870	\$ 690,533	\$ 1,463,376	\$ 681,245	\$ 2,835,154
Money Market Wells Fargo Advisors	5,557,425	7,890,003	4,705,610	18,153,038
Money Market - Moreton Capital Markets	-	417,575	758,653	1,176,228
	<u>6,247,958</u>	<u>9,770,954</u>	<u>6,145,508</u>	<u>22,164,420</u>
Reconciling Items:				
Outstanding Checks	(72,354)	(943,714)	(194,067)	(1,210,135)
Deposits in Transit		-	-	-
Financial Statement Balance	<u>6,175,604</u>	<u>8,827,240</u>	<u>5,951,441</u>	<u>20,954,285</u>
Cash Held with the State Treasurer				
Local Government				
Investment Fund	475	682	2,080	3,237
Financial Statement Balance	<u>475</u>	<u>682</u>	<u>2,080</u>	<u>3,237</u>
TOTAL CASH AND CASH EQUIVALENTS, RESTRICTED				
CASH, AND INVESTMENT IN THE STATE LOCAL				
GOVERNMENT INVESTMENT POOL	<u>\$ 6,176,079</u>	<u>\$ 8,827,922</u>	<u>\$ 5,953,521</u>	<u>\$ 20,957,522</u>

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULE OF CASH COLLATERAL
DECEMBER 31, 2024

FIRST NATIONAL 1870

Multi-Line Checking	\$ 690,533
Law Enforcement Checking	1,463,376
Worker's Compensation Checking	681,245
Other Checking Accounts Administered by the New Mexico Association of Counties (Not Held by the Pool)	<u>900,996</u>
Total Deposit in Bank	3,736,150
FDIC Coverage	<u>(500,000)</u>
Total Uninsured Funds	3,236,150
50% Pledged Collateral Requirement	1,618,075

Pledged Collateral:

FNMA - Pool#: BL2395 - Held with Sunflower Bank;

Cusip #3138LKEN3, Maturity Date: 8/01/31

Total Pledged Collateral	<u>7,642,049</u>
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OVER-COLLATERALIZED

	<u><u>\$ 6,023,974</u></u>
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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Directors
New Mexico County Insurance Authority Pool
Santa Fe, New Mexico and
Joseph M. Maestas, P.E., CFE
New Mexico State Auditor
Santa Fe, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and each major fund of the New Mexico County Insurance Authority Pool (the Pool), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Pool's basic financial statements and have issued our report thereon dated June 2, 2025.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and responses, as items 2004-002 and 2004-004, that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Pool's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed two instances of noncompliance or other matter that is required to be reported under *Government Auditing Standards*, and which is described in the accompanying schedule of findings and responses as items 2024-001 and 2004-003.

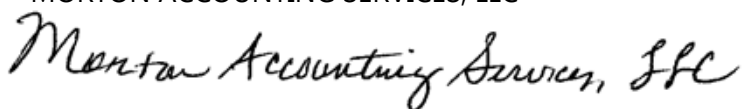
Pool's Response to Finding

The Pool's responses to the finding identified in is audit are described in the accompanying schedule of findings and responses. The Pool's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of This Report

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

MORTON ACCOUNTING SERVICES, LLC

A handwritten signature in black ink that reads "Morton Accounting Services, LLC". The signature is written in a cursive, flowing style.

Santa Fe, New Mexico

June 2, 2025

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULE OF FINDINGS AND RESPONSES
DECEMBER 31, 2024**

Section I – Summary of Auditor’s Results

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

- | | |
|---|-----|
| 1. Material weaknesses identified | Yes |
| 2. Significant deficiencies identified | No |
| 3. Noncompliance material to the financial statements noted | No |

Section II – Current Year Findings Pertaining to the Financial Statements Which Are Required to Be Reported

None.

Section III - Section 12-6-5 NMSA 1978 Findings

Finding 2024-001 (2020-001) – Non-Compliance with Title 11, Chapter 4 of the New Mexico Administrative Code (Other Non-Compliance)

Condition: Out of 40 claims payments tested, one payment was made outside of the required thirty day turnaround, as required by the New Mexico Administrative Code (NMAC) Section 11.4.7.8 D(2). *Progress: The Pool has made progress in correcting noncompliance with Title 11, Chapter 4 NMAC in that there were no overpayments noted in our current year claims sample.*

- Payment in the amount of \$165 was paid 45 days after receipt of the associated invoice.

Criteria: Per the New Mexico Administrative Code, Section 11.4.7.8 D(2), “for all reasonable and necessary services provided to a patient/worker with a valid workers’ compensation claim, payer is responsible for timely good faith payment within thirty days of receipt of a bill for services unless payment is pending in accordance with the criteria for contesting bills and an appropriate explanation of benefits has been issued by the payer.” Per the New Mexico Administrative Code, Section 13.10.14.9(B), “Appropriate claim expense reserves are required with respect to the estimated expense of settlement of all incurred but unpaid claims.

Cause: The process for claims disbursements failed to produce payment on one invoices within the 30-day time frame. The process for establishing a claim expense reserve before a claim was paid failed to set up the necessary reserve amount.

Effect: The Pool is out of compliance with NMAC 11.4.7.8 D(2).

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULE OF FINDINGS AND RESPONSES
DECEMBER 31, 2024

Finding 2024-001 – Non-Compliance with Title 11, Chapter 4 of the New Mexico Administrative Code (Other Non-Compliance)

Recommendation: We recommend that management utilize existing reporting capabilities within the claims information system to track invoices that are approaching the 30-day deadline for payment. This should be done on a bi-weekly basis to ensure that compliance with the applicable requirements is met. In addition that management ensure that the appropriate claim expense reserves are set up for all incurred but unpaid claims.

Management's Response: The invoice in question pertains to our nurse triage company. The invoices are sent to us at the beginning of each month and include the invoices for claims for the previous month. The WC Administrative Assistant is responsible for processing payment for these invoices. Payment is due within 20 days of receipt. The internal audit for the administrative assistant indicates that payment for the Company Nurse invoices will be processed by the 20th of each month. The manager receives a copy of the invoices from Company Nurse. The manager will review the invoices to determine if they are processed by the 15th of each month, ensuring payment is processed by the 20th. The manager is responsible for clearing this finding. The timeframe for clearing the finding is immediately, during fiscal year 2025.

Finding 2024-002 – Claims - Overpayments (Internal Control), Material Weakness

Condition: Out of 40 claims samples tested, we noted that supporting order for one payment, related to Workers Compensation, had expired. Upon further research and discussion with claims management, management explained that the claimant had been overpaid by approximately \$105,196.31. Claims management discovered the overpayment in June, 2024 and suspended all future benefits payments past this date. The overpayment occurred in 2021. The overpayment has been recorded as a prepayment to the claimant.

In addition, during the course of the audit, management made the auditors aware of an overpayment in the amount of \$1,000,000 related to Law Enforcement claims. NMC claims staff handled a Law Enforcement Sheriff's Department claim which involved a deputy who crashed his vehicle into another vehicle while on duty. The other vehicle contained the driver, a young mother, and her 18 month old child. Impact from the crash resulted in injuries to the mother and the death of her child. While attempting to negotiate a settlement, staff obtained settlement authority from the NMCI BOD for \$4M, and at a later date, sought an additional \$1M. The additional \$1M was sought and authorized in error due to staff mistakenly applying \$5M coverage limit instead of the \$4M coverage limit. The \$1,000,000 has been recorded as a receivable from the member county.

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULE OF FINDINGS AND RESPONSES
DECEMBER 31, 2024

Finding 2024-002 – Claims - Overpayments (Internal Control), Material Weakness, continued

Criteria: Payments should be made for valid claims only.

Cause: The process for claims disbursements failed to identify the overpayments in a timely manner. The additional \$1M was sought and authorized in error due to staff mistakenly applying \$5M coverage limit instead of the \$4M coverage limit.

Effect: The Pool made payments in excess of valid Workers Compensation claims in the amount of \$105,196.31, and Law Enforcement Claims in the amount of \$1,000,000.

Recommendation: We recommend that management assess the current claims review process to ensure it is adequate to identify errors in claims payments, specifically, to identify potential overpayments of claims.

Management's Response: The workers' compensation department manual has been updated to require adjusters to complete periodic benefit analyses prior to resetting benefit schedules. Updates have also been made in the RMIS to create tasks to remind the adjusters to complete the benefit analysis. Additional detail has been added to the manager review note template to include the review of indemnity benefits. The Workers Compensation Claims Manager is responsible for clearing this finding during fiscal year 2025.

NMC manages the claims handling in Origami, its claims management system. When a claim is opened, the Claims Manager and Claims Examiner identify and verify the coverage limits upon initial review and throughout the handling of the claim. Coverage limits vary depending upon the type of claim, and the member and coverage limits can change as a claim develops. To avoid the error of misapplying the incorrect coverage limit in the future, NMC will implement in Origami an additional field, calendar task(s), and validation of coverage limits, self-insured retention, reinsurance carrier, and policy year. This will be done by the Risk Management Director when (a) settlement authority above \$1M will be sought; and (b) when the Claims Examiner enters settlement payments above \$1M. NMC will also implement the following procedure when seeking settlement authority from the NMCIA Board: In addition to presenting the facts, liability risks, and status, NMC staff will provide detailed information regarding coverage limits, claims made date, date of loss, reinsurer, and whether prior settlement authority was obtained. Lastly, the Multi-Line Claims Manual will be updated to include the additional Origami implementations and processes. The Law Enforcement Claims Manager is responsible for clearing this finding during fiscal year 2025.

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULE OF FINDINGS AND RESPONSES
DECEMBER 31, 2024**

Finding 2024-003 – Cash Receipts (Other Matter)

Condition: Out of 23 cash receipts samples tested, we noted that one receipt, in the amount of \$21,426, was received on December 21, 2023, per the organization's check log, however, the receipt was not recorded in the general ledger until January 8, 2024. The deposit was in transit to the bank (via regular mail) as of December 31, 2023.

Criteria: The accrual basis of account requires that cash receipts should be recorded in the general ledger when the cash is received and control has passed to the organization, not when the deposit clears the bank.

Cause: The cash receipt was recorded when it cleared the bank, rather than when the associated check was received.

Effect: Cash was understated in the general ledger as of year ended December 31, 2023, and overstated as of year ended December 31, 2024 by \$21,426.

Recommendation: We recommend that cash receipts be recorded as they are received, rather than when the deposit clears the bank, in accordance with accrual accounting.

Management's Response: Cash receipts that are submitted to Wells Fargo via certified mail will be recorded as of the date the checks are processed internally for deposit. Any deposits in transit at period-end will be noted as such on the corresponding bank reconciliation. The Controller is responsible for clearing this finding during fiscal year 2025.

Finding 2024-004 – Restatement - Component Unit (Material Weakness)

Condition: A restatement was required to correct beginning balance of Investment in New Mexico County Reinsurance, Inc., previously held as an investment on the books of the Pool, in the amount of \$2,657,525. The beginning balance was erroneously overstated as it included Total Liabilities and Equity, rather than Equity only.

Criteria: The net investment balance should be recorded according to GAAP, rather than total liabilities and equity.

Cause: Accounting error in recording equity in the New Mexico County Reinsurance, Inc.

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SCHEDULE OF FINDINGS AND RESPONSES
DECEMBER 31, 2023**

Finding 2024-004 – Restatement - Component Unit (Material Weakness)

Effect: Investments were overstated in the general ledger as of year ended December 31, 2023, by \$2,657,525.

Recommendation: We recommend a secondary review of significant investment adjustments to ensure accuracy.

Management's Response: The equity value of NMCRE was corrected to reflect the value of the Equity only, per the NMCRE financial statements. In addition, this asset was subsequently removed from the NMCI balance sheet and is now recorded as a separate Component Unit. The NMCRE financials are produced by Artex and presented at NMCI Board meetings. The Finance Director is responsible for clearing this finding during fiscal year 2025.

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
DECEMBER 31, 2024**

There were no financial statement findings in the prior year.

The following other matter was repeated and modified in the current year:

Finding 2024-001 (2020-001) – Non-Compliance with Title 11, Chapter 4 of the New Mexico Administrative Code (Other Non-Compliance)

**NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
EXIT CONFERENCE
YEAR ENDED DECEMBER 31, 2024**

An exit conference was held on May 30, 2024. The conference was held via Zoom in a closed meeting to preserve the confidentiality of the audit information prior to the official release of the financial statements by the State Auditor. In attendance were:

NEW MEXICO COUNTY INSURANCE AUTHORITY POOL

Lance Pyle, Chair
Joy Esparsen, Executive Director
Grace Philips, Risk Management Director
Richard Garcia, Finance Director
Meca Broadway, Comptroller
Lori Urban, Assistant Risk Management Director
Robin Martinez, Multi-Line/Law Enforcement Claims Manager
Kamie Denton, Worker's Compensation Claims Manager

MORTON ACCOUNTING SERVICES, LLC

Janet Pacheco-Morton, Principal

PREPARATION OF FINANCIAL STATEMENTS

The financial statements presented in this report have been prepared by the independent auditor. However, they are the responsibility of management, as addressed in the Independent Auditor's Report.

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> <p style="text-align: center;">4.B.</p>	<u>Item Title:</u> Re-Approve July 1, 2025 NMCIA Memorandum of Coverage with the Required WCA "New Mexico Amendatory Endorsement"
<u>Presenter (s):</u> Mark Allen, General Counsel	
<div style="display: flex; justify-content: space-between;"><div style="width: 45%;">Motion by:</div><div style="width: 45%;">Seconded by:</div></div>	

**NEW MEXICO COUNTY
INSURANCE AUTHORITY**

WORKERS' COMPENSATION AND EMPLOYER'S LIABILITY PROGRAM

MEMORANDUM OF COVERAGE

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NEW MEXICO COUNTY INSURANCE AUTHORITY
WORKERS' COMPENSATION AND EMPLOYER'S LIABILITY PROGRAM DECLARATION

MEMORANDUM NUMBER: NMCIA-WC-001-070125

NAMED COVERED PARTY: NEW MEXICO COUNTY INSURANCE AUTHORITY MEMBERS – SEE NAMED MEMBERS

MAILING ADDRESS: 444 GALISTEO STREET, SANTA FE, NM 87501

COVERAGE PERIOD: **12:01 A.M. JULY 1, 2025 to 12:01 A.M. JULY 1, 2026**

DEPOSIT PREMIUM, SUBJECT TO AUDIT: TBD

COVERAGE DESCRIPTIONS

LIMITS OF COVERAGE

A. Workers' Compensation NM Workers' Compensation Act

B. Employer's Liability

Bodily Injury by Accident:

\$2,000,000 Each Accident

Bodily Injury by Disease:

\$2,000,000 Each **Employee**

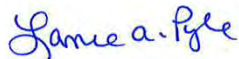
\$2,000,000 Coverage Period **Aggregate**

C. Other States

All states, other than New Mexico, Ohio,
North Dakota, Washington and Wyoming

Named Covered Party Deductible

Varies by Member, see named members



AUTHORIZED SIGNATURE

July 1, 2025

DATE

MEMORANDUM OF

WORKERS' COMPENSATION AND EMPLOYER'S LIABILITY COVERAGES

Throughout this **Memorandum**, words or phrases that appear in **bold** have special meaning and are defined in the Definitions section of this **Memorandum**. These defined words are controlling as to their meaning and effect in this **Memorandum** and in the interpretation of NMCI's coverage.

In consideration of the timely payment of the **Named Covered Party's** annual contribution premium, compliance with the provisions of the Joint Powers Agreement and By-laws, and satisfaction of the terms and conditions in this **Memorandum**, NMCI provides the following coverages:

- A. Workers' Compensation Coverage
- B. Employer's Liability Coverage
- C. Other States Coverage

I. Coverage Limits

The **Coverage Limits** shown in the Workers' Compensation and Employer's Liability Declarations for the **Coverage Period** apply as shown for the coverages under this **Memorandum**.

II. Coverage Provided

A. Workers' Compensation Coverage

1. NMCI will pay benefits on behalf of the **Named Covered Party** for **Bodily Injury** to an **Employee** of the **Named Covered Party** as required under the New Mexico Workers' Compensation Act NMSA 1978 § 52-1-1 et seq.
2. **Bodily Injury** caused by an **Accident** or disease that must occur during the **Coverage Period** and within the **Coverage Territory**. **Bodily Injury** by disease must be caused by, arise out of, or be aggravated by, and in the course and scope of, the **Employee's** employment by the **Named Covered Party**. The **Employee's** last day of last exposure to the conditions causing or aggravating such **Bodily Injury** by disease must occur during the **Coverage Period**.
3. Benefits are not provided in the states of Ohio, North Dakota, Washington and Wyoming.

B. Employer's Liability Coverage Agreement

1. NMCIA will pay on behalf of the **Named Covered Party**, subject to the **Coverage Limit** shown in the Workers' Compensation and Employer's Liability Declarations, all sums that the **Named Covered Party** is legally obligated to pay as **Damages** arising out of **Bodily Injury** to an **Employee** to which this **Memorandum** applies.
2. This coverage applies to **Bodily Injury** that occurs during the **Coverage Period** and within the United States of America, caused by, arising out of, or aggravated by, and in the course and scope of the **Employee's** employment by the **Named Covered Party**. The **Employee's** last day of last exposure to the conditions causing or aggravating such **Bodily Injury** by disease must occur during the **Coverage Period**.

C. Other States Coverage Agreement

1. NMCIA will pay benefits on behalf of the **Named Covered Party** for **Bodily Injury** to an **Employee** who, in the course of their employment by the **Named Covered Party**, is temporarily performing duties in a state other than New Mexico, or while traveling to or from any state other than New Mexico.
2. NMCIA will pay the benefits as imposed in accordance with applicable state law.
3. This coverage provision shall not apply to employees living and working in the states of Ohio, North Dakota, Washington and Wyoming.

III. Exclusions Applicable to all Coverage Agreements

These exclusions apply to all coverages in each of the Coverage Agreements of this **Memorandum**. Coverage does not apply to:

1. **Bodily Injury**, whether by **Accident** or disease, where to provide coverage would violate any legal proscription against coverage or indemnity for serious and willful misconduct by the **Named Covered Party**, intentional torts, and intentional acts or omissions, committed by the **Named Covered Party**, resulting in **Bodily Injury**, or substantially certain to result in **Bodily Injury**, regardless of whether or not said acts or omissions may be classified in the state as intentional torts.
2. Salaries, wages, and remuneration provided to **Employees**, except as provided under Coverages A., B., and C.;
3. Fees paid to NMCIA or its designee;
4. Any obligation of the **Named Covered Party** under the Merchant Marine Act of 1916 and 1920, Admiralty or Maritime Law, the Federal Employers' Liability Act, Federal Employees' Compensation Act, the Defense Base Act, the U. S. Longshore and Harbor Workers' Compensation Act, or any other similar or related Federal law;
5. Any amount owed by or assessed to the **Named Covered Party** pursuant to a provision of any law

that provides non-occupational disability benefits;

6. **Damages** arising out of coercion, criticism, demotion, evaluation, failure to promote, reassignment, discipline, defamation, harassment, humiliation, discrimination against or termination of any **Employee** or related personnel practices, policies, acts or omissions by the **Named Covered Party**.
7. **Bodily Injury** to an **Employee** while employed in violation of law with the actual knowledge of the **Named Covered Party** or with the actual knowledge of any human resources personnel or other administrative personnel of the **Named Covered Party**;
8. **Bodily Injury** to an **Independent Contractor, Leased Employee** or **Temporary Employee**, unless the individual is deemed an **Employee** by a court decision, arbitration proceeding to which NMCIA has consented, or a ruling from the New Mexico Workers' Compensation Appeals Board.
9. Liability or loss assumed under a contract or agreement by the **Named Covered Party**, whether the contract or agreement is express or implied.
10. Punitive or exemplary damages, including, but not limited to, punitive or exemplary damages arising out of **Bodily Injury** to an **Employee** employed in violation of law, or additional compensation imposed upon the **Named Covered Party** under any law;
11. Assessments and taxes made upon NMCIA or the **Named Covered Party** as a self-insurer whether imposed by statute, regulation or otherwise;
12. Any amount required to be paid by the **Named Covered Party** to any person or entity other than an Employee for failure to comply with any health, safety, or notification law or regulation;
13. **Bodily Injury** arising from any direct or indirect consequence of war, invasion, act of foreign enemy, hostilities (whether war is declared or not), civil war, rebellion, revolution, insurrection, or military or usurped power;
14. Compensation or benefits imposed by any occupational disease, disability benefits law, or any similar law or plan;
15. Fines or penalties imposed upon the **Named Covered Party** for failure to comply with the requirements of any workers' compensation, labor code, or occupational disease law of any state or country.

IV. Workers' Compensation and Employer's Liability Coverage Conditions and Responsibilities

This **Memorandum** is subject to conditions and responsibilities as shown below.

1. Duties in The Event of an **Occurrence, Claim** or **Suit** and Notice of Legal Representation:

The following duties apply, even if the **Named Covered Party** is subject to a **Deductible**.

- a. The **Named Covered Party** shall provide the **Employee** immediate access to medical and other services required by the workers' compensation law of the State of New Mexico and also provide the injured **Employee** with the "Workers' Compensation Claim Form" (Form E1.2 or First Report of Injury (FROI)) within seventy-two (72) hours of the **Named Covered Party's** knowledge of an alleged occupational injury or illness.
- b. The **Named Covered Party** must notify NMCI, or its designee, with a notice of injury via submission of a completed "Employer's Report of Occupational Injury or Illness" (Form E1.2 or First Report of Injury (FROI)) within seventy-two (72) hours of the **Named Covered Party's** knowledge.
- c. The **Named Covered Party** must report any serious injury or illness immediately to NMCI, or its designee, within seventy-two hours of knowledge by the **Named Covered Party**. Following are the categories of serious injury or illness:
 - i. Fatalities;
 - ii. Injuries requiring immediate hospitalization;
 - iii. Possible or actual paraplegia and quadriplegia;
 - iv. Serious burns, defined as 2nd or 3rd degree burns involving 25% or more of the body;
 - v. Serious exposure, such as but not necessarily limited to, heat exposure or chemical exposure;
 - vi. Brain injury;
 - vii. Spinal cord injury;
 - viii. Temporary, permanent, or possible paralysis, whether partial or complete;
 - ix. Loss of sight or hearing;
 - x. Amputation of a major extremity; and
 - xi. Any occurrence which results in an injury to two or more **Employees**.
- d. If a **Claim** is made by a Notice of Legal Representation and or Application for Adjudication of **Claim** against the **Named Covered Party**, the **Named Covered Party** must immediately forward to NMCI, or its designee, every demand, notice, summons and other legal documents received by the **Named Covered Party**.
- e. The **Named Covered Party** shall cooperate with NMCI and its designee in the investigation, defense and settlement of any claim.
- f. The **Named Covered Party** shall authorize NMCI, or its designee, to obtain records and

other information upon request;

The **Named Covered Party** shall assist NMCI, if requested by NMCI, to enforce any right against any person or organization including, but not limited to, any right of contribution or indemnity for which that person or organization may be liable to the **Named Covered Party** because of **Bodily Injury** to which this **Memorandum** applies;

- g. The **Named Covered Party** shall attend hearings, trials or other proceedings, assist in securing evidence, give evidence and obtain the attendance of witnesses at such hearings or trials or other proceedings;
 - h. The **Named Covered Party** shall not, except at its or their own cost and without any right of reimbursement from or recourse against NMCI, voluntarily make any payment, assume any obligation, admit to any liability, settle any claim or incur any expense with the prior written consent of NMCI.
- 2. **Authority to Act:** NMCI has the sole discretion and authority to control any **Claim** payments, to assign legal counsel, to settle any **Claim** or **Suit**, and otherwise manage the **Claim** or **Suit** until the **Claim** or **Suit** is completed, settled or adjudicated, even if the conclusion of the **Claim** or **Suit** does not take place until after the end of the **Coverage Period**.
 - 3. **Deductible:** If the **Named Covered Party** has selected a **Deductible**, all of the terms and conditions of this **Memorandum** apply, including the Authority to Act. NMCI, or its designee, may pay any part or all of the **Deductible** amount to effect the settlement or management of a **Claim** or **Suit**, subject to reimbursement to NMCI by the **Named Covered Party**.
 - 4. **Examination of books and records:** The **Named Covered Party** shall, as often as may be reasonably required during the term of this **Memorandum** and up to three years from the expiration date of this **Memorandum**, produce for examination by NMCI, or its duly authorized representative, all the books and records, inventories and accounts of the **Named Covered Party** containing information needed by NMCI to compute deposit and final premiums for the **Coverage Period**.
 - 5. **Inspections:** NMCI shall be permitted, but is not obligated, at all reasonable times, to inspect any **Named Covered Party's** location listed in the schedule on file with NMCI. Neither NMCI's right to make inspections, nor the making thereof, nor any report, warrants or implies that hazards or conditions are under control at the time of the inspection on behalf of or for the benefit of the **Named Covered Party** or others; nor are such inspections for compliance with OSHA regulations or other similar laws.
 - 6. **Excess Insurance:** Permission is hereby granted to the **Named Covered Party** to purchase excess insurance or reinsurance. Such Excess Insurance or reinsurance shall not be considered Other Insurance for the purposes of the Other Insurance Condition 7.
 - 7. **Other Insurance:** If other collectible insurance, self-insurance or other coverage from any other source is available to the **Named Covered Party** covering any part of the same loss, **Claim** or **Suit**

that is also covered in this **Memorandum**, whether such other insurance, self-insurance or other coverage is on a primary, excess or contingent basis, the coverage provided by this **Memorandum** shall be excess of, and shall not contribute with, such other insurance, self-insurance or other coverage, as NMCIA is not an insurer or co-insurer but a risk sharing joint powers authority. Under no circumstances shall the coverage afforded by this **Memorandum** be considered primary, pro rata, concurrent or contributing with such other insurance, self-insurance or other coverage, and the coverage afforded by this **Memorandum** shall not apply until such other insurance, self-insurance or other coverage has been exhausted.

This condition does not apply to any insurance, self-insurance or other coverage that is purchased specifically to be in excess of this **Memorandum**.

8. No Assignment: This **Memorandum** shall be void if assigned or transferred without the written consent of NMCIA.
9. Bankruptcy or Insolvency: Bankruptcy or insolvency of the **Named Covered Party** shall not relieve NMCIA of any of its obligations under this **Memorandum**. Notwithstanding the foregoing, the **Named Covered Party** shall be operating in good standing and must be in compliance with all statutory requirements as a public entity in order for coverage to exist under this **Memorandum**.
10. Severability of Interests: The term **Named Covered Party** is used severally and not collectively. Except with respect to the **Coverage Limit**, this **Memorandum** applies as if each person or organization included in the term **Named Covered Party** were the only person or organization covered in this **Memorandum**. Notwithstanding the foregoing, no aspect of this provision shall serve to increase the **Coverage Limit** in this **Memorandum**.
11. Subrogation: If the **Named Covered Party** has rights to recover all or part of any payment made by NMCIA on behalf of the **Named Covered Party**, its and their rights are transferred and assigned to NMCIA. The **Named Covered Party** shall execute such documents as requested by NMCIA. The **Named Covered Party** must do nothing to impair, release or waive these rights, absent the prior written consent of NMCIA, and shall, at the request of NMCIA, help with the enforcement of NMCIA's rights in subrogation or otherwise.

Amounts recovered by NMCIA shall be applied first to reimburse NMCIA for recovery costs, **Defense Costs** or **Damages**; second to reimburse, on a pro-rata basis, any amount paid by any Excess Insurer or reinsurer, and, last, to reimburse the **Named Covered Party** for its payment of their **Deductible**.

12. Annual Contribution Premium: The annual contribution premium shall be due and payable upon inception of the **Coverage Period** and each renewal thereafter as invoiced by NMCIA.

The annual contribution premium consists of a premium due at the inception of the **Coverage Period**. The premium for the **Named Covered Party** is based upon the workers' compensation budget, estimated and audited payroll, NCCI code rates in effect at the inception of this **Memorandum**, loss data, actuarial discretion, and assessments that may be required from the

Named Covered Party in accordance with the Bylaws and policies of NMCIA. NMCIA shall not be required to perform any obligations under this **Memorandum** if the annual contribution premium for the **Named Covered Party** is not paid timely in accordance with NMCIA Bylaws and policies.

13. Legal Actions: No person or organization has a right under this **Memorandum** to join NMCIA as a party to or otherwise bring NMCIA into a **Suit** seeking damages from a **Named Covered Party** or to bring any legal action against NMCIA until all terms within this **Memorandum** have been complied with fully and the amount of the **Named Covered Party's** obligations to pay have been finally determined by a judgment or settlement has been reached.
14. Cancellation: This **Memorandum** may be terminated at any time in accordance with the Bylaws of NMCIA, or other applicable policies adopted by the Board of Directors if not inconsistent with the Bylaws.
15. Arbitration: In the event of a dispute between a **Named Covered Party** and NMCIA, the dispute shall be subject to arbitration and all parties shall be bound by the findings and decision of the arbitrator(s). All such disputes shall be subject to binding arbitration including, but not limited to, disputes relating to this **Memorandum** including compliance with its conditions, the interpretation and extension of coverage, the actions or omissions to act of NMCIA and any **Named Covered Party** in connection with any **Claim** or **Suit**, or potential **Claim**, **Suit**, or **Occurrence**, including prompt notice of a **Claim** or **Suit**, cooperation in the defense or resolution of a **Claim** or **Suit**, and settlement and indemnification of a **Claim** or **Suit**, whether a first party **Claim** or involving a third party **Claim**. NMCIA shall also have the right to determine when a **Claim** or **Suit** should be settled and may proceed to settle a **Claim** or **Suit** within its **Coverage Limit**, and any dispute between NMCIA and any **Named Covered Party** as to the settlement of a **Claim** or **Suit** shall also be subject to binding arbitration. Either party may issue a written demand for arbitration within 90 days of the event triggering the arbitration request.

Unless NMCIA and the **Named Covered Party** agree to use three arbitrators, the dispute shall be decided by one arbitrator. The arbitration shall be conducted by JAMS, unless another arbitral agency is agreed in writing between NMCIA and the **Named Covered Party** and, to the extent not inconsistent with the Bylaws and operative Member agreements, shall be governed by the JAMS' arbitration rules and procedures, including the rules governing the identification and selection of arbitration panel members (unless another agency is selected by mutual agreement, in which case that agency's rules shall apply unless otherwise agreed to between NMCIA and the **Named Covered Party**). Regardless of the outcome of the arbitration, NMCIA and the **Named Covered Party** shall share equally in the costs of the arbitration and in the compensation of the arbitrators, which fees and costs shall not be subject to reallocation based upon whether NMCIA or the **Named Covered Party** is the prevailing party.

The arbitrator(s) shall consider this **Memorandum** an honorable engagement rather than merely a legal obligation and shall consider the issues presented in a manner consistent with the Preamble (which is also incorporated by reference as part of Section 16). Local rules of law as to procedure and evidence will apply and arbitration shall take place in the County of Santa Fe. The decision of

the majority of the arbitrators shall be final and binding upon both parties and not subject to appeal.

A judgment based on the majority decision of the arbitrators may be entered in any court having jurisdiction upon the request of the **Named Covered Party** or NMCI.

V. Definitions Applicable to the Workers' Compensation and Employer's Liability Coverage of this Memorandum

Each of the following words and phrases, printed in boldface type, has the following meaning wherever it appears throughout the Workers' Compensation and Employer's Liability Coverage of this **Memorandum**.

6. **Accident** means: an unintended or unexpected event of happening.
7. **Aggregate** means: The maximum dollar amount for which NMCI shall be liable, during a single **Coverage Period**, regardless of the number of covered **Claims, Suits, or Bodily Injuries**.
8. **Bodily Injury** means: Physical injury, sickness or disease, including death resulting from any of these at any time.
9. **Claim** means:
 - a. An allegation of **Bodily Injury** for which the **Named Covered Party** seeks coverage from NMCI;
 - b. A demand for **Damages**, including the filing of a **Suit** relating to **Bodily Injury** to an **Employee** or initiation of arbitration against the **Named Covered Party**.
10. **Coverage Limit** means: The amount shown in the Declarations and shall be the **Ultimate Net Loss**.
11. **Coverage Period** means: The period of time from the date and hour stated in the Declarations for the inception of coverage, until the date and hour stated in the Declarations for the expiration of the coverage; or the date and hour of cancellation of this **Memorandum**.
12. **Coverage Territory** means: The **Occurrence** may take place anywhere in the world. The **Claim, Suit, or proceeding** must be brought against the **Named Covered Party** in the United States of America provided that New Mexico law shall apply to the determination of any **Claim or Suit**, and shall apply to the interpretation of this **Memorandum**.
13. **Damages** means: Monetary sums that a **Named Covered Party** becomes legally obligated to pay as compensatory damages as a result of a covered **Claim or Suit**. **Damages** includes **Defense Costs**.
14. **Deductible** means: The portion of **Defense Costs**, loss expenses associated with each **Claim or Suit**, and **Damages** retained by the **Named Covered Party**.
15. **Defense Costs** means: The reasonable attorney's fees, costs and expenses of investigation, adjustment and defense of **Claims or Suits**, the costs of appeal or similar bonds, and the cost of

arbitration, mediation, or other alternative dispute resolution process to which the **Named Covered Party** participates at or with NMCI's consent. **Defense Costs** does not include the wages or salary of any of NMCI's employees or of any **Employee** of a **Named Covered Party** or any fees or expenses incurred by a **Named Covered Party** without NMCI's prior written consent.

16. **Employee** means: A natural person, performing work which renders the **Named Covered Party** liable under the Workers' Compensation Law of New Mexico for **Bodily Injury** or occupational disease sustained by such person.
17. **Independent Contractor** means: A natural person or business entity which undertakes to do specific work, for a fee, for a **Named Covered Party** using their own means and methods without submitting to the control of, or by, the **Named Covered Party**, or which otherwise qualifies as an independent contractor relationship under New Mexico law.
18. **Leased Employee** means: A natural person who is leased to the **Named Covered Party** by a labor leasing company under a written contract or agreement to perform duties related to the conduct of the **Named Covered Party's** business.
19. **Memorandum** means: This Memorandum of Workers' Compensation and Employer's Liability Coverages.
20. **Named Covered Party** means: The County named in the Declarations.
21. **Occurrence** means: An **Accident** including continuous or repeated exposure to substantially the same general harmful conditions. In addition, Bodily Injury by occupational disease must be caused or aggravated by the conditions of employment and shall be deemed to have occurred on the last day of the last exposure to those conditions of employment causing or aggravating such injury by occupational disease, or on such dates as otherwise established by the workers' compensation and employers' liability laws of the appropriate state. Bodily Injury by occupational disease sustained by each employee shall be deemed to be a separate Occurrence, unless such disease results directly from an **Accident**.
22. **Suit** means: A civil proceeding in which the recovery of **Damages** is sought. A **Suit** includes a proceeding involving or before the New Mexico Workers' Compensation Administration on a **Claim**, civil action in court; an arbitration proceeding to which a **Named Covered Party** must submit, or does submit with NMCI's prior written consent; and any other alternative dispute resolution proceeding in which **Damages** are claimed and to which a **Named Covered Party** submits with NMCI's prior written consent.
23. **Temporary Employee** means: A natural person furnished or available to a **Named Covered Party** under a written contract or agreement with a temporary work agency to substitute for an **Employee** or to meet seasonal workload conditions.
24. **Ultimate Net Loss** means: The sum actually paid or payable as **Damages** in the settlement or satisfaction of losses for which the **Named Covered Party** is liable either by adjudication or

compromise after making proper deduction for all recoveries and salvages collectible and includes attorneys' fees, court costs, interest on any judgment or award, loss adjustment expenses.

Ultimate Net Loss does not include the salaries of the **Named Covered Party's** regular **Employees**.

Ultimate Net Loss does not include any **Damages, Defense Costs** or other expenses because of a **Claim** or **Suit** not covered in this **Memorandum**.

VI. Named Members and Deductible Choices

Named Member	Deductible
Bernalillo County	\$100,000
Catron County	
Chaves County	
Cibola County	
Colfax County	
Curry County	
De Baca County	
Eddy County	
Grant County	
Guadalupe County	
Harding County	
Hidalgo County	
Lea County	
Lincoln County	
Los Alamos County	
Luna County	
McKinley County	
Mora County	
Quay County	
Rio Arriba County	
Roosevelt County	
San Miguel County	
Sandoval County	\$25,000
Santa Fe County	\$100,000
Sierra County	
Socorro County	
Taos County	
Torrance County	
Union County	
Valencia County	

“NEW MEXICO AMENDATORY ENDORSEMENT”

❖ **Cancellation**

If policy is cancelled by any party, Insurer will deliver to the New Mexico Workers' Compensation Administration not less than ten days advance written notice stating when the cancellation is to take effect. Mailing that notice to the mailing address shown below will be sufficient to prove notice.

❖ **Coverage**

Subject only to the specified retention, this policy will pay for any and all benefits pursuant to the New Mexico Workers' Compensation Act (The Act). Any provisions that exclude or limit coverage provided for in The Act or rules governing self-insurance are null and void.

❖ **For Retention**

The term “Bodily injury by Accident or Occurrence” shall include any and all employees that sustain bodily injury, including death resulting from an accident or occurrence or series of accidents or occurrences arising out of any one event.

The term “Bodily injury by disease” shall include any or all employees contracting a disease as a result of any single, repeated or continuous exposure to substantially the same general harmful conditions, including subsequent injury, illness or death caused by that condition.

❖ **Disputes**

The Insurer and Insured agree that this contract shall be interpreted under the laws of the State of New Mexico and that any litigation arising under this contract shall be resolved in the courts of the State of New Mexico, unless otherwise approved by the Director of the New Mexico Workers' Compensation Administration.

❖ **Commutations or Diminutions of Coverage**

Insurer and Insured agree to provide notice to the New Mexico Workers' Compensation Administration in the event that any claims under this policy are commuted or if any change is made to the policy during the policy year or upon renewal that diminishes liability to Insurer and or increases liability of the Insured.

❖ **Notice**

Any notice to the New Mexico Workers' Compensation Administration will be mailed or delivered to the following address:

New Mexico Workers' Compensation Administration
ATTN: Self Insurance and Regulatory Audit Bureau
P.O. Box 27198
Albuquerque, N.M. 87125-7198

❖ **Bankruptcy or Insolvency**

The bankruptcy or insolvency of the insured shall not relieve the insurer of its liability for injury sustained or loss incurred during the policy term. In the case of the insured's insolvency, bankruptcy or other failure to pay, insurer will promptly commence payments directly to claimants and providers or their authorized representatives of all benefits required to be paid by the insured, under the New Mexico Workers' Compensation and Disease Disablement Acts that are in excess of the insured's approved self-insured retention(SIR). Whereas approved SIR is the retention level that has been approved in writing by the Director of the New Mexico Workers' Compensation Administration. Insurer will pay without regard to any deductible or the collectability of such deductible amounts. Insurer is not entitled to reimbursement from the New Mexico self-insurers' Guarantee Fund or from the Workers' Compensation Administration.

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> <p style="text-align: center;">4.C.</p>	<u>Item Title:</u> Approve WCA Certificate of Self-Insurance
<u>Presenter (s):</u> Mark Allen, General Counsel	
<div style="display: flex; justify-content: space-between; margin-top: 20px;"><div style="width: 45%;">Motion by:</div><div style="width: 45%;">Seconded by:</div></div>	

**STATE OF NEW MEXICO
WORKERS' COMPENSATION ADMINISTRATION**

IN THE MATTER OF THE APPLICATION OF NEW)
MEXICO COUNTY INSURANCE AUTHORITY)
A SELF-INSURANCE POOL OF PUBLIC ENTITIES) CERTIFICATE NO:

DIRECTOR'S CERTIFICATE OF POOL SELF-INSURANCE

The Director of the New Mexico Workers' Compensation Administration (WCA), pursuant to the New Mexico Workers' Compensation Act and Part 10 of WCA rules, FINDS that the New Mexico County Insurance Authority (NMCIA or Pool) meets the statutory and regulatory requirements to act as a governmental self-insurance pool, subject to acceptance by NMCIA of the terms set forth in this Director's Certificate.

AGREEMENT AS SELF-INSURED GOVERNMENTAL POOL

By signing and returning the Acceptance appended to the end of this Director's Certificate, and in consideration for the ongoing privilege of certification granted by the Director to NMCIA to act as a New Mexico governmental self-insurance pool, NMCIA agrees to:

1. Be responsible for compliance with the Workers' Compensation and Occupational Disease Disablement Acts and all applicable rules promulgated thereunder, violations of which shall be subject to the jurisdiction and potential sanction by the Director, up to and including fine and revocation of this Certificate.
2. Maintain specific and aggregate occurrence excess insurance or reinsurance for all member entities insured through the pool in a form and in an amount acceptable to the Director. The insurance shall be written by an acceptably rated company admitted to write insurance in the State of New Mexico or a company that is otherwise approved by the Director. The policy must include the New Mexico Amendatory Endorsement.
3. Maintain a fidelity bond or commercial crime policy for any officer, agent or member of the Board of Directors of NMCIA having signatory authority with respect to the Pool's funds or investments, or as a condition precedent to any Board of Directors action creating or changing such signatory authority, which shall be written at a

minimum of two hundred fifty thousand dollars (\$250,000), unless the Director prescribes a different amount.

4. Provide to the Director upon request the following information and access to supporting records:
 - A) A copy of all specific and aggregate reinsurance or excess insurance agreements;
 - B) An explanation of reserving methodology and accident year claims data on an annual basis;
 - C) Rate change information within (30) thirty days of approval by the Board of Directors of the Pool;
 - D) Loss runs in a format acceptable to the Director within (60) sixty days of receipt by the administrator of the Director's request;
 - E) An annual actuarial opinion provided to the WCA:
 - (1) This opinion shall include actuarially appropriate reserves for (1) known claims and associated expenses; and (2) claims incurred but not reported and associated expenses;
 - (2) This actuarial opinion shall also include a rate adequacy evaluation; and
 - (3) The actuarial opinion shall be given by a member of the American Academy of Actuaries.
 - F) Notification to the Director of any additions or deletions to the Pool's membership roster; additionally, each pool shall provide within 30 days of the end of each calendar quarter a roster of members, including the number of employees employed by each member on the last day of the quarter.
 - G) NMCIA and its members shall cooperate fully with the Director's representatives in any evaluation or audit of the Pool, and resolve, in good faith, issues raised in those evaluations or audits, including the pending audit by the WCA of NMCIA which is ongoing at the time of the issuance of this Director's Certificate.
 - H) Such other information requested by the Director pursuant to WCA statutory and rule authority over governmental self-insurance pools.

FINANCIAL RESPONSIBILITY ASSUMED BY POOL AS SELF-INSURED

NMCIA shall maintain a segregated Workers' Compensation Program Fund ("the Fund") established solely for the purpose of promptly funding all existing and reasonably projected workers' compensation loss claims. The balance of the Fund shall at all times be no less than one hundred percent (100%) of the reserve amount as determined by an actuary acceptable to the Director. The Fund shall be maintained in an amount sufficient to ensure the timely payment of all such claims and shall not be encumbered, transferred, or expended for any purpose other than the payment of workers' compensation loss claims. No modification, reduction, reallocation, or other change to the Fund shall be made without the prior written approval of the Director.

By December 31, 2030, NMCIA shall increase the Fund reserve to achieve a reserve level of 200% as determined by an actuary acceptable to the Director, and NMCIA shall thereafter maintain a reserve level of not less than 200%. NMCIA shall provide written certification of the reserve level to the Director on an annual basis, supported by audited financial statements or equivalent documentation, to demonstrate compliance with this requirement.

In determining the amount of the Fund, the Director acknowledges that: (1) unlike private individuals or entities, New Mexico counties may not declare bankruptcy as the legislature has not enacted a statute allowing their designation as a debtor as required by 11 U.S.C. § 109, and (2) workers' compensation judgments may be placed on the tax rolls (NMSA 1978, § 7-37-7(C)(3)).

FAIR OPPORTUNITY TO CURE

The Director will afford NMCIA a fair opportunity to respond, cure, or contest any alleged deficiency or noncompliance.

CERTIFICATION AS A NEW MEXICO GOVERNMENTAL SELF-INSURED POOL

Upon receipt of the signed and notarized acceptance of this agreement, the Director hereby approves NMCIA as a governmental self-insured pool, as authorized by the Director's authority under the Workers' Compensation Act and Part 10 of the agency's rules.

This Certificate shall be continuous until terminated at the request of the self-insured or revoked by the Director.

By accepting the terms of this Certificate, NMCIA understands that it can be modified only by written authorization of the Director.

ORDER

IT IS NOW ORDERED by the Director that **New Mexico County Insurance Authority** qualifies as a governmental self-insured pool currently as it meets the requirements established in the Workers' Compensation Act and applicable WCA rules. NMCIA and its members shall be exempt from filing verification of workers' compensation insurance during the period of this certification.

Date

Heather Jordan, NM WCA Director

ACCEPTANCE BY NMCIA OF THE DIRECTOR'S CERTIFICATE

I hereby state upon oath that I have read, and I understand, the foregoing and the statements are true and correct in all respects to the best of my knowledge.

I hereby certify that I am an officer of NMCIA who can bind and obligate NMCIA to the terms and conditions of this Agreement.

BY

TITLE

NEW MEXICO COUNTY INSURANCE AUTHORITY
ENTITY

ACKNOWLEDGEMENT

STATE OF _____

COUNTY OF _____

The foregoing Agreement between the Workers' Compensation Administration and New Mexico County Insurance Authority, a self-insurance pool of public entities was acknowledged before me this _____ day of _____, **2025** by _____.

(Name of Officer)

(Title)

Notary Public

MY COMMISSION EXPIRES: _____

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> <p style="text-align: center;">4.D.</p>	<u>Item Title:</u> Review Subcommittees, Fill Vacancies, Appoint Chairs and Discuss Need for Alternate Members
<u>Presenter (s):</u> Grace Philips, Risk Management Director	
<div style="display: flex; justify-content: space-between; margin-bottom: 20px;"> <div style="width: 45%;"> Motion by: </div> <div style="width: 45%;"> Seconded by: </div> </div>	

NMCIA Committees

LITIGATION CLAIMS COMMITTEE

Lisa Sedillo-White <i>Bernalillo Deputy County Manager for General Services</i> 415 Silver SW Albuquerque, NM 87102 Work: 505-468-7013 Cell: 505-264-9440 lswhite@bernco.gov	Kate Fletcher <i>Cibola County Manager</i> 700 Roosevelt Ave., – Suite 50 Grants, NM 78020 Work (505) 285-2590 Cell (505) 285-8052 kate.fletcher@co.cibola.nm.us	Gregory S. Shaffer <i>Santa Fe County Manager</i> 102 Grant Ave. Santa Fe, NM 87504 Work (505) 986-6200 gshaffer@santafecountynm.gov
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Charlene Webb <i>Grant County Manager</i> PO Box 898 Silver City, NM 88062 Work (575) 574-0008 Cell (575) 574-8675 cwebb@grantcountynm.gov
--

Alternate:

VACANT

FINANCE AND AUDIT COMMITTEE

Gregory S. Shaffer <i>Santa Fe County Manager</i> 102 Grant Ave. Santa Fe, NM 87504 Work (505) 986-6200 gshaffer@santafecountynm.gov	Brandy Thompson <i>Union County Manager</i> 200 Court St. / PO Box 430 Clayton, NM 88415 Work (575) 374-8896 ext. 4 Cell (575) 207-8896 brandy.thompson@unionnm.us	Shirley Ragin <i>Bernalillo Deputy County Manager of Finance</i> 415 Silver SW Albuquerque, NM 87102 Work (505) 468-7308 Cell (505) 250-4621 sragin@bernco.gov
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Lisa Sedillo-White <i>Bernalillo Deputy County Manager for General Services</i> 415 Silver SW Albuquerque, NM 87102 Work: 505-468-7013 Cell: 505-264-9440 lswhite@bernco.gov

Alternate:

Lance Pyle
Curry County Manager

417 Gidding, Suite 100
Clovis, NM 88311
Work (575) 763-6016
Cell (575) 799-1405
lpyle@currycounty.org

UNDERWRITING COMMITTEE

Lisa Sedillo-White <i>Bernalillo Deputy County Manager for General Services</i> 415 Silver SW Albuquerque, NM 87102 Work: 505-468-7013 Cell: 505-264-9440 lswhite@bernco.gov	Gregory S. Shaffer <i>Santa Fe County Manager</i> 102 Grant Ave. Santa Fe, NM 87504 Work (505) 986-6200 gshaffer@santafecountynm.gov	Lance Pyle <i>Curry County Manager</i> 417 Gidding, Suite 100 Clovis, NM 88311 Work (575) 763-6016 Cell (575) 799-1405 lpyle@currycounty.org
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VACANT	Alternate: Kate Fletcher <i>Cibola County Manager</i> 700 Roosevelt Ave. – Suite 50 Grants, NM 78020 Work (505) 285-2590 Cell (505) 285-8052 kate.fletcher@co.cibola.nm.us
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STRATEGIC PLANNING COMMITTEE

VACANT	Brandy Thompson <i>Union County Manager</i> 200 Court St. / PO Box 430 Clayton, NM 88415 Work (575) 374-8896 ext. 4 Cell (575) 207-8896 brandy.thompson@unionnm.us	Lisa Sedillo-White <i>Bernalillo Deputy County Manager for General Services</i> 415 Silver SW Albuquerque, NM 87102 Work (505) 468-7013 Cell (505) 264-9440 lswhite@bernco.gov
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Staff:

Grace Philips
Risk Management Director

Cynthia Stephenson
Risk Management Specialist

Lori Urban
Asst. Risk Management Director

DETENTION COMMITTEE

Shirley Ragin <i>Bernalillo Deputy County Manager for Finance</i> 415 Silver SW Albuquerque, NM 87102 Work: 505-468-7308 Cell: 505-250-4621 sragin@bernco.gov	VACANT	Name <i>Detention Affiliate Representative</i> Street Address City/State/Zip Work (xxx) xxx-xxxx Cell (xxx) xxx-xxxx email
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Staff:

Grace Philips
Risk Management Director

Greg Rees
Loss Prevention Manager

Mark Allen
General Counsel

Clay Corn
Loss Prevention Specialist

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> <p style="text-align: center;">4.E.</p>	<u>Item Title:</u> Review and Approve Proposed Edits to Pool Policy Manual to Address Capital Adequacy
<u>Presenter (s):</u> Grace Philips, Risk Management Director	
<div style="display: flex; justify-content: space-between; margin-top: 20px;"><div style="width: 45%;">Motion by:</div><div style="width: 45%;">Seconded by:</div></div>	

Memorandum

Date: August 20, 2025
To: NMCIA Board
From: Grace Philips, NMCIA Risk Management Director
Re: Policy Manual Updates

After the board approved the capital adequacy policy, staff identified conflicts between that policy and the policies on reserves and equity distributions. The attached amendments are to eliminate those conflicts and to make clear that there will be no equity distributions until the Pool's overall unrestricted fund balance reaches the upper bound range of the 1 in 200 year level as set forth in our capital adequacy policy. Attached are redlined and "clean" versions of the proposed amendments.

444 Galisteo Street
Santa Fe, NM 87501

877-983-2101
505-983-2101
Fax: 505-983-4396

Policy on **Claim** Reserves ~~for Pool Losses~~ and Fund Balances

~~Reserves are earmarked money set aside for the eventual cost of the claim. Reserves are based on exposure value which include what is known at the time of notice and what is learned as the claim progresses and should not only reflect the present value. Considerations should be given to objective criteria and subjective measures.~~

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In an effort to assure prudent ~~funding and~~ reserving practices, the Pool Board adopts the following policy, ~~which will be monitored on a regular basis by the Board.~~

1. **Specific Reserves for Incurred Losses**~~Claims~~: Each claim shall be reserved to its maximum potential for loss based upon the known facts regarding each claim ~~in accordance with the claims manual for each program~~. The practice of step reserving is unacceptable.
2. ~~Unrestricted Fund Balance~~: The intention of the Pool is to build an unrestricted fund balance that will protect the Pool from unexpected catastrophic losses and that will ultimately be used to reduce the costs of excess insurance by increasing the Self-Insured Retention (SIR) for the Pool. The Pool shall annually review the unrestricted fund balance.
3. ~~The intention of the Pool is to maintain at a minimum one year's budget amount as the unrestricted fund balance.~~
4. ~~This policy should be reviewed in conjunction with the Pool Policy on Equity Distribution.~~

[Passed by unanimous consent of the NMCI Pool Board of Directors on August 20, 2025.](#)

Passed by unanimous consent of the NMCI Pool Board of Directors on May 12, 2021.

Revised/passed by unanimous consent of the NMCI Workers' Compensation Fund Board of Directors on December 17, 2015.

Revised/passed by unanimous consent of the NMCI Multi-Line Pool Board of Directors on December 16, 2015.

Passed by unanimous consent of the New Mexico Counties Workers' Compensation Fund Board of Directors on April 29, 1992.

Passed by unanimous consent of the NMCI Multi-Line Pool Board of Directors on April 29, 1992.

Policy on Equity Distribution

All ~~income and~~ assets ~~of for~~ each ~~of the~~ coverage programs' funds (Workers' Compensation, Multi-Line, Law Enforcement) within the Pool shall be at all times dedicated to the exclusive benefit of the members of that Pool. Equity is the portion of members' contributions; ~~(exclusive of the target any~~ unrestricted fund balance); that are not encumbered by the Pool. Members shall not have a vested or legal right to receive any equity distribution from a ~~coverage~~ programs' fund within the Pool until and unless a distribution is formally approved by the Pool Board of Directors. Distribution of equity will be in a form prescribed by the Board pursuant to the bylaws. Distribution may be made only to current county members participating in the coverage program of the fund year for which equity is being returned. Any member that leaves a coverage program within the Pool, either voluntarily or involuntarily, shall forfeit any and all rights to equity distribution for the years in which it was in the coverage program prior to withdrawal, and shall not be entitled to any reimbursement of contributions that are to be paid or that shall become payable in the future for such years.

Distributions ~~shall may~~ be made only for ~~fund~~ years in which all claims in a coverage program's fund are closed and the ~~coverage~~ program has an unrestricted fund balance. Further, no distributions shall be made from a program fund unless the Pool's total unrestricted fund balance is in the upper bound range of 1-in-200 year level as described in the Reserves for Pool Losses and Fund Balance Policy on Capital Adequacy ~~policy in the lower upper bound range of 1-in-200 year level and all claims in that fund year are closed.~~ The Pool will be considered to be in a position to return equity only after the unrestricted fund balance has reached the targeted funding level ~~as~~ described ~~below~~ above in the Pool's Policy on Capital Adequacy.

~~Prior to returning equity to member counties in the Pool, the Board will ensure that there are ample fund balances in the Pool's account at the end of the fund year as described above. The Board shall, to the greatest extent practicable, endeavor to increase the Pool's fund balance to an amount in excess of the Pool's annual operating budget. Thus, equity will not be returned to any member county in the Pool until the audited unrestricted fund balance for the current year is in excess of its annual operating budget.~~

Passed by unanimous consent of the NMCIA Pool Board of Directors on August 20, 2025.

Passed by unanimous consent of the NMCIA Pool Board of Directors on May 12, 2021.

Revised/passed by unanimous consent of the NMCIA Workers' Compensation Fund Board of Directors on December 17, 2015.

Revised/passed by unanimous consent of the NMCIA Multi-Line Pool Board of Directors on December 16, 2015.

Revised/passed by unanimous consent of the NMCI Workers' Compensation Fund Board of Directors on October 27, 2010.

Revised/passed by unanimous consent of the NMCI Multi-Line Pool Board of Directors on October 27, 2010.

Originally passed by the NMCI Workers' Compensation Pool Board of Directors on April 29, 1992; revised April 21, 1994. Revised and combined with the Rate Stabilization Policy on October 27, 2010.

Policy on Claim Reserves

Reserves are earmarked money set aside for the eventual cost of the claim. Reserves are based on exposure value which include what is known at the time of notice and what is learned as the claim progresses and should not only reflect the present value. Considerations should be given to objective criteria and subjective measures.

In an effort to assure prudent reserving practices, the Pool Board adopts the following policy.

1. **Reserves for Claims:** Each claim shall be reserved to its maximum potential for loss based upon the known facts regarding each claim in accordance with the claims manual for each program. The practice of step reserving is unacceptable.

Passed by unanimous consent of the NMCI Pool Board of Directors on August 20, 2025.

Passed by unanimous consent of the NMCI Pool Board of Directors on May 12, 2021.

Revised/passed by unanimous consent of the NMCI Workers' Compensation Fund Board of Directors on December 17, 2015.

Revised/passed by unanimous consent of the NMCI Multi-Line Pool Board of Directors on December 16, 2015.

Passed by unanimous consent of the New Mexico Counties Workers' Compensation Fund Board of Directors on April 29, 1992.

Passed by unanimous consent of the NMCI Multi-Line Pool Board of Directors on April 29, 1992.

Policy on Equity Distribution

All assets for each of the program funds (Workers' Compensation, Multi-Line, Law Enforcement) within the Pool shall be at all times dedicated to the exclusive benefit of the members of that Pool. Equity is the portion of members' contributions (exclusive of the target unrestricted fund balance) that are not encumbered by the Pool. Members shall not have a vested or legal right to receive any equity distribution from a programs' fund within the Pool until and unless a distribution is formally approved by the Pool Board of Directors. Distribution of equity will be in a form prescribed by the Board pursuant to the bylaws. Distribution may be made only to current county members participating in the coverage program of the fund year for which equity is being returned. Any member that leaves a coverage program within the Pool, either voluntarily or involuntarily, shall forfeit any and all rights to equity distribution for the years in which it was in the coverage program prior to withdrawal, and shall not be entitled to any reimbursement of contributions that are to be paid or that shall become payable in the future for such years.

Distributions may be made only for years in which all claims in a coverage program's fund are closed and the program has an unrestricted fund balance. Further, no distributions shall be made from a program fund unless the Pool's total unrestricted fund balance is in the upper bound range of 1-in-200 year level as described in the Policy on Capital Adequacy . The Pool will be considered to be in a position to return equity only after the unrestricted fund balance has reached the targeted funding level described in the Pool's Policy on Capital Adequacy.

Passed by unanimous consent of the NMCI Pool Board of Directors on August 20, 2025.

Passed by unanimous consent of the NMCI Pool Board of Directors on May 12, 2021.

Revised/passed by unanimous consent of the NMCI Workers' Compensation Fund Board of Directors on December 17, 2015.

Revised/passed by unanimous consent of the NMCI Multi-Line Pool Board of Directors on December 16, 2015.

Revised/passed by unanimous consent of the NMCI Workers' Compensation Fund Board of Directors on October 27, 2010.

Revised/passed by unanimous consent of the NMCI Multi-Line Pool Board of Directors on October 27, 2010.

Originally passed by the NMCI Workers' Compensation Pool Board of Directors on April 29, 1992; revised April 21, 1994. Revised and combined with the Rate Stabilization Policy on October 27, 2010.

Policy on Capital Adequacy

The NMCI Board understands that it is imperative that the financial position of the Pool remain strong for the benefit of its' members. This policy on capital adequacy is based on an analysis by PricewaterhouseCoopers of the levels of risk acceptable to the NMCI Board as of August 2023.

Their assessment concluded that in the next one-year time horizon, there is a 0.5% chance (1-in-200-year event) that the financial risks (balance sheet and next year's business only) will result in more than \$54 million demand on program capital.

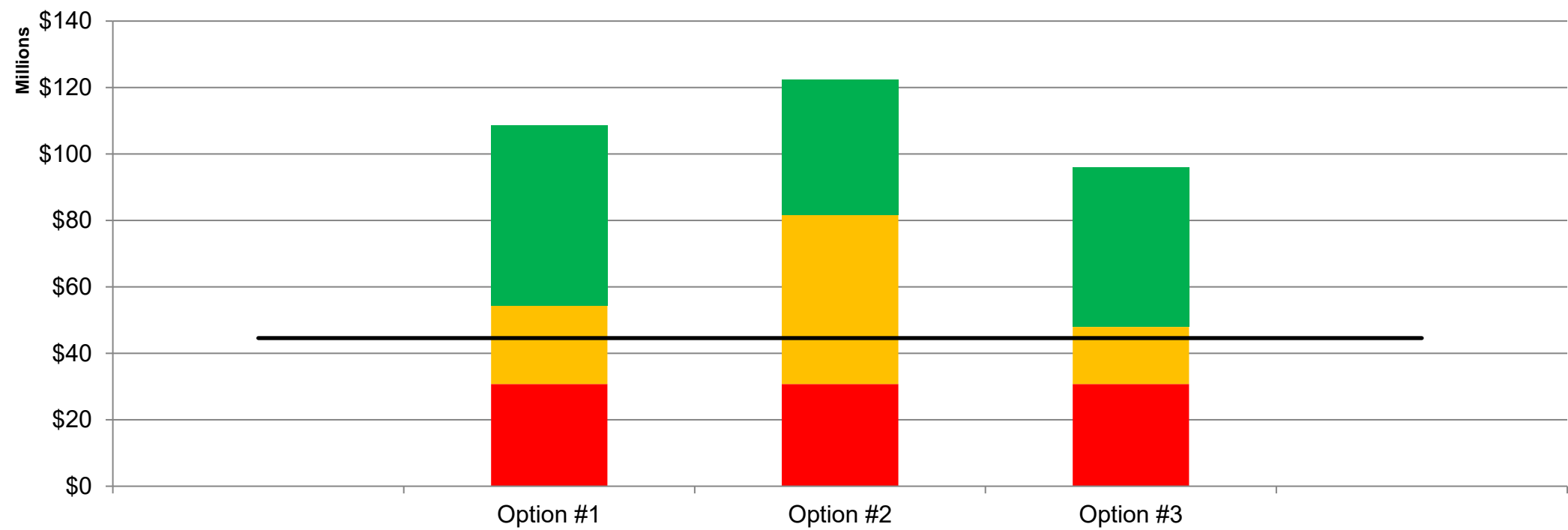
This policy is based on the following capital adequacy measures and guidelines voted on by the Board August 9, 2023:

- The minimum level of capital adequacy is defined as a 1-in-20-year capital event. If the net position is or projected to be below this level (\$31 million), immediate corrective action is required to restore the capital adequacy to the minimum level within 12 months.
- The desired risk capital target range is defined as having a lower bound (\$54 million) of a 1-in-200-year capital event and an upper bound (\$109 million) of 2 times a 1-in-200-year capital event. The lower bound is consistent with the 99.5% confidence level expectation contained in the global insurance regulation. The upper bound is established to recognize there is a point where funding can become excessive based on other financial needs of the membership. Staff will create a funding plan to reach the lower bound over a several year timeframe.
- Once the lower bound has been achieved, staff will create a funding plan to include guidelines on achieving a middle target amount (\$81.5 million) over a several year timeframe. The plan will include contingencies for funding sooner than the plan timeframe and criteria for how to allocate any funds that exceed the middle target.

¹The PricewaterhouseCoopers assessment document resides on the [Administration drive](#) with the Pool policy manual.

Passed by unanimous consent of the NMCI Pool Board of Directors on December 21, 2023.

Target range options



Option #1

Minimum: 1-in-20 year level (\$31 million)
Lower bound: 1-in-200 year level (\$54 million)
Upper bound: 2 times 1-in-200 year level (\$109 million)

Option #2

Minimum: 1-in-20 year level (\$31 million)
Lower bound: 2 times 1-in-50 year level (\$82 million)
Upper bound: 3 times 1-in-50 year level (\$122 million)

Option #3

Minimum: 1-in-20 year level (\$31 million)
Lower bound: 1-in-100 year level (\$48 million)
Upper bound: 2 times 1-in-100 year level (\$96 million)

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> <p style="text-align: center;">4.F.</p>	<u>Item Title:</u> Consider Policy Authorizing Risk Management Director Authority to Deny Coverage to Individual County Employees or Elected Officials
<u>Presenter (s):</u> Grace Philips, Risk Management Director	
<div style="display: flex; justify-content: space-between;"><div style="width: 45%;">Motion by:</div><div style="width: 45%;">Seconded by:</div></div>	

Memorandum

Date: August 20, 2025
To: NMCIA Board
From: Grace Philips, NMCIA Risk Management Director
Re: Policy on Denial of Coverage to Named Employees and Elected Officials

From time to time the risk management director has historically excluded from coverage certain elected officials (sheriffs, treasurer) or county operations (detention facility). Although the Pool's Bylaws generally delegate claims determinations and coverage decisions to the Administrator and Board (*Bylaws Section IV(D)(14), Section IV(D)(16); Coverage Agreement Part II sections A.4, F, and G*) I have found nothing in the governing documents that explicitly authorizes the risk management director to deny coverage to individual member employees or elected officials.

The purpose of the attached draft policy is to provide that authority along with guidance regarding criteria for exclusion, an opportunity for the affected individual to be heard and an appeal to the Board. The policy would also authorize the determination to be shared with member county HR department staff for purposes of pre-hiring background checks.

The purpose of this policy is to reduce exposure from high-risk individuals with histories of serious misconduct. It could also support member counties in making informed hiring decisions.

To provide support for such a policy, I would also recommend that the ML and LE Coverage agreement definitions of "Member" be amended to exclude from coverage individuals designated by the risk management director under this policy:

Modification to the Definition of "Member"

Part IV, "General Definitions," *Member* is amended to state:

"Member" shall not include any individual who has received a written denial of coverage under the Pool's *Individual Employee Coverage Exclusion Policy*, as adopted and amended by the Board of Directors so long as the denial of coverage has not been reversed. Such persons are not entitled to any defense, indemnity, payment of claims, or other benefits under this Coverage Agreement for any act, error, omission, or occurrence taking place after the effective date of exclusion.



We also propose to add an endorsement to the coverage agreement that would list individuals who are determined to be not eligible for coverage by the pool.

444 Galisteo Street
Santa Fe, NM 87501

877-983-2101
505-983-2101
Fax: 505-983-4396

NMCOUNTIES.ORG

Policy on Denial of Coverage to Named Employees and Elected Officials

From time to time the Pool Administrator or Pool Board may identify certain county employees or elected officials who pose an unreasonable liability exposure to the Pool. The purpose of this policy is to authorize the Risk Management Director ("Director") to cancel or decline liability coverage for individual county employees or elected officials of NMCI member counties when such coverage presents an undue risk to the Pool and the member county either cannot or does not take action to mitigate that risk.

"Unreasonable liability exposure" includes misconduct or a pattern of wrongdoing, where a reasonably prudent employer—acting in good faith and based on credible evidence—would determine such conduct justifies dismissal; or claim loss experience materially above the peer average, indicating poor judgment and decision-making.

Although elected officials are not subject to termination, this standard shall be applied to them in determining whether to deny or cancel coverage.

This policy ensures due process through notice, an opportunity to be heard, and an appeal mechanism.

Procedures

A. Initial Determination

1. The Director will provide a written denial of coverage determination to the named individual which includes a concise statement of the reasons for the determination.
2. The written denial of coverage shall be provided to the individual and the respective county.

B. Opportunity to be Heard

1. The individual or county may request a hearing with the Director within fourteen (14) calendar days of receiving the notice of denial.
2. If a hearing is requested, it should be scheduled within thirty (30) calendar days of the request, unless extenuating circumstances exist, as determined by the Director.

C. Decision

Following the hearing, the Director shall issue a written decision to the individual and the county indicating whether the denial of coverage is upheld or reversed.

D. Appeal

1. The individual or county may appeal an adverse decision to the Board of Directors within thirty (30) calendar days of the written decision.
2. Appeals must be submitted in writing to the Director via certified mail.
3. The Board shall adjudicate the appeal in accordance with the Member Grievance Procedure outlined in the Pool Policy Manual.

VI. Recordkeeping & Confidentiality

All documents related to the denial, hearing, and appeal shall be retained by the risk management director as a confidential record accessible only to NMCI staff and authorized Member counties performing background checks. Member County HR directors may contact the Pool Administrator to ascertain whether a job applicant is eligible for coverage.

Passed by unanimous consent of the NMCI Pool Board of Directors on August 20, 2025.



Officer Misconduct / Internal Affairs

N.M. deputy charged after threatening colleague with TASER, fatally injuring small rabbit

The other deputy on scene refused to give the rabbit to Grant County Deputy Alejandro Gomez, fearing that he would kill it; after Gomez took the rabbit, he threw it against a cruiser

July 11, 2025 01:25 PM

[New Mexico deputy threatens colleague with TASER, fatally injures baby rabbit](#)



By Nakayla McClelland
Albuquerque Journal, N.M.

GRANT COUNTY, N.M. — In a video posted to Facebook on Monday, deputy Alejandro Gomez of the Grant County Sheriff’s Office asked to hold a small rabbit found along a dirt road near Hachita. A fellow deputy, who was holding the animal, refused to hand it over — believing Gomez would kill it — before Gomez pointed his Taser at the deputy and said, “Give it to me right now.”

The deputy handed Gomez the bunny and told him, “Don’t throw it,” asking him to “swear on your kids” that he wouldn’t. In the video, which has over 30,000 views, Gomez smiled toward the camera and threw the rabbit against the deputy’s patrol vehicle. The other deputy later told New Mexico State Police that the rabbit was fatally injured, and he killed it so “it would not suffer.”

Throughout the one-minute video, taken in August 2024, a Grant County Sheriff’s Office sergeant and corporal laughed hysterically. State Police said the video was recorded by the sergeant on his cellphone.

| IN THE NEWS: [Active shooter incidents dropped 50% — here’s what law enforcement should know](#)

Gomez, 27, was placed on paid leave after the incident and is charged with four counts of aggravated assault with a deadly weapon upon a peace officer and one count of extreme cruelty to animals, which is a fourth-degree felony.

Gomez will remain on leave until the case is resolved, according to Lt. Cody Copper, public information officer for the Grant County Sheriff’s Office.

The sergeant and corporal who witnessed the rabbit killing and Gomez pointing his weapon at the deputy “failed to intervene as required by New Mexico Statute,” according to State Police. Neither supervisor was placed on leave, and both are still employed at the sheriff’s office.

“We don’t think he did anything wrong, obviously,” Gary Mitchell, Gomez’s attorney, said Thursday. “We’re waiting to see what evidence the state has. ... But it sounds like an inner-office situation that should not have turned into a criminal case.”

New Mexico State Police are investigating the case.

On Aug. 16, 2024 , Gomez, another deputy, a sergeant and a corporal were working an overnight shift near Hachita , a town in Grant County in the southwestern part of the state, when they came upon the baby rabbit while driving along a dirt road, according to an arrest warrant affidavit filed in Silver City Magistrate Court on Feb. 14 .

The group stopped because the rabbit was in the middle of the road and blocking the men from driving farther in their patrol vehicles. The affidavit states that one deputy got out of his vehicle and walked near the rabbit to try to get it off the roadway. When the rabbit did not leave, he picked it up in an attempt to move it.

Gomez asked to hold the rabbit, but the deputy “told him no because he felt that Deputy Gomez would hurt the animal,” according to the affidavit. The deputy later told State Police he “believed that if he just set the animal loose, Deputy Gomez would be able to pick it up and hurt it.”

As the deputy put down the rabbit, Gomez drew his Taser from his holster and pointed it at him before shouting, “Give it to me right now” — shown in the video that circulated on social media. The deputy, in an attempt to de-escalate the situation, gave Gomez the bunny and told him, “Don’t throw it.”

“Deputy Gomez threw the animal with such force that it fatally wounded the animal,” according to the affidavit. “A huge thud was heard as it struck the side of the patrol vehicle.”

The other deputy told State Police that he killed the animal so “it would not suffer,” the affidavit states.

The deputy reported the incident and the Grant County Sheriff’s Office conducted an internal investigation that resulted in “little or no action being taken against the deputies or supervisors involved,” according to the affidavit.

This was not the first incident that occurred between Gomez and the other deputy, the affidavit states. On Aug. 5 , days before the rabbit incident, Gomez pointed his Taser at the deputy after he chased Gomez when he took his phone.

Then, a few hours after Gomez allegedly threw the rabbit at a patrol vehicle, he pointed his gun at the deputy behind his back and claimed he was “only testing his duty-mounted light,” according to the affidavit.

Stay in the Know. Get daily law enforcement headlines and tactical insights in Police1 Roll Call.

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◆ Incident 3: August 16, 2024 – Taser Misuse

- ◆ **Action:** During a field operation, Gomez pointed his taser at Salas' chest and demanded, "Give me the bunny now!" This occurred while Salas was holding a baby rabbit.
- ◆ **Violation:** Improper use of a taser to intimidate a colleague, violating safety policies and employee conduct standards.

◆ Incident 4: August 16, 2024 – Handgun Misuse

- ◆ **Action:** While checking his handgun flashlight, Gomez pointed his handgun at Salas' face and said, "Oh, wait. I don't even have a light." Sergeant Reese and Corporal Torres reprimanded him for "flagging" others with his firearm.
- ◆ **Violation:** Unsafe handling of a firearm, violating firearm safety rules and employee conduct standards.

◆ Incident 5: August 16, 2024 – Rabbit Killing

- ◆ **Action:** After obtaining the baby rabbit from Salas, Gomez threw it against a patrol vehicle, killing it.
- ◆ **Violation:** Unprofessional and unethical behavior, bringing discredit to the Sheriff's Department.

FEATURED

Video surfaces of Grant County deputy fatally injuring rabbit

By Nakayla McClelland / Journal Staff Writer Jul 10, 2025 Updated Jul 10, 2025 2 min to read



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Officer Misconduct / Internal Affairs

N.M. deputy charged after threatening colleague with TASER, fatally injuring small rabbit

The other deputy on scene refused to give the rabbit to Grant County Deputy Alejandro Gomez, fearing that he would kill it;

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US NEWS

Fiendish New Mexico sheriff's deputy fatally throws helpless baby rabbit against side of car: video shows

U.S.

Immigration

New Mexico

Racial Profiling

ICE

Aclu

Federal Immigration Agent Pulled Over For Driving While Black, ACLU Claims

Published Dec 07, 2017 at 1:32 PM EST

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That's when the deputy turned his attention to Dominguez.

Two racial profiling claims:

- LE-011794 Sherese Crawford and Cynthia Minfaee
 - DOL 04/05/17 & 7/6/17
 - Sherese Crawford was an ICE agent who was profiled and seized 3x on I-40
 - **Settled Crawford for \$100,000**
 - Minafee was traveling across NM on I-40, was profiled and pulled over on I-40
 - **Settled Minafee for \$93,750**
- LE-011822 Julio Cesar Figueroa-Rivera

Three use of force claims:

- LE-012012 – Adrian Chacon
 - DOL 02/20/18
 - Vehicle pursuit led to tazing
- LE-0011401 – John Walck
 - DOL 12/17/15
 - Claimant was jerked out of car, handcuffed, arrested and detained with K9 until another unit arrived
 - Claim was litigated but dismissed without prejudice.
- Claim 009499 – Buchanan & Dominguez / Bernalillo
 - DOL 03/02/23
 - Involved in this UOF claim which we **settled for \$425,000 pre-litigation.**

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> <p style="text-align: center;">4.G.</p>	<u>Item Title:</u> Approve NMC Meeting and Travel Policy
<u>Presenter (s):</u> Joy Esparsen, Executive Director	
<div style="display: flex; justify-content: space-between; margin-top: 20px;"><div style="width: 45%;">Motion by:</div><div style="width: 45%;">Seconded by:</div></div>	



NEW MEXICO ASSOCIATION OF COUNTIES MEETINGS, EVENTS, & TRAVEL POLICY

BASIC PHILOSOPHY

New Mexico Association of Counties (NMAC) believes that an exchange of information among counties, the State of New Mexico, and the federal government is conducive to good government. It is the goal of NMAC to provide educational and informative meetings, workshops, and conferences as a resource for its county members and stakeholders.

It is the intent of NMAC to offer meetings, workshops, events, and conferences throughout the state at a minimal fee to our membership to increase accessibility to the whole membership.

NMAC recognizes the value in conducting quality programs and meetings and reinvests conference dollars into quality conference programs.

ALCOHOL & HOSPITALITY SUITES

In accordance with the laws of New Mexico, NMAC attendees and their guests are expected be responsible and prudent in their use of alcoholic beverages at all events and are encouraged to use designated drivers or other modes of transportation available if they have consumed alcoholic beverages. Events involving alcohol at NMAC conferences will include shuttle service.

Anytime alcoholic beverages are being served during an NMAC function, whether provided by NMAC or not, these guidelines shall be followed. Conference attendees who violate this policy will lose their privilege to participate in conferences with NMAC for a minimum of one (1) year, or as determined by the NMAC Board of Directors.

Service of alcoholic beverages at any NMAC event shall be by a licensed server. Liquor liability insurance is required at every NMAC reception. NMAC or its designee reserves the right to refuse service to any individual who appears to be intoxicated.

Regularly scheduled receptions for NMAC conferences, meetings, NACo events, or other events shall be considered approved at the time that the board reviews and approves the annual meetings calendar.

Hospitality suites of any kind are not allowed at NMAC conferences or meetings whether in a private room or public area. A hospitality suite is defined as a non-sanctioned reception or event at an NMAC conference or gathering at which alcohol is served and is open to the membership. Any Business Partner, sponsor, exhibitor, or participant in violation of this policy will lose their privileges to participate with NMAC for a minimum of one year, or as determined by the NMAC Board of Directors. In consideration for allowing their participation in conferences or meetings, entities or individuals who open a tab for alcohol assume full responsibility and liability. Such parties agree to defend, indemnify and hold NMAC harmless for all claims or damages arising from such alcohol consumption.

NMAC and NMCIA BOARD OF DIRECTORS MEETINGS

Board of Directors Hotel Reservations

NMAC staff will make all reservations for board members for Board of Directors meetings, unless circumstances deem otherwise. NMAC will cover the cost of these reservations in lieu of reimbursement. Board members are responsible for notifying NMAC staff if they will not attend the meeting or do not need a sleeping room for each meeting at least three (3) weeks prior to the meeting unless otherwise noted in the email RSVP announcement.

Board Guests

Each board member may bring one guest (spouse/domestic partner) to any Board of Directors meeting, with prior notice. In the event a board member should bring an additional guest, the cost of the individual meal will be the responsibility of that board member. Advance notification to NMAC staff at least two (2) weeks in advance will ensure proper planning to accommodate board members and guests. Should there be a change and the board member's guest will not be attending, it is the responsibility of the member to timely notify NMAC. If the board member does not notify NMAC staff and there is a charge incurred, it will be the responsibility of the board member to pay.

Board Cancellations

If a board member fails to notify NMAC staff or does not cancel a hotel reservation within the specified cancellation policy, the board member will be responsible for all incurred fees and charges and will not be reimbursed, absent extenuating circumstances approved by the NMAC Treasurer in consultation with the Executive Director. NMAC Board members are expected to send a proxy if they are unable to attend a meeting.

NMAC CONFERENCES

County Member & Government Agency Registration

Registration is required for all meetings at which a fee is assessed, and entry into such NMAC meetings or functions is by official name badge only.

NMAC Legislative and Annual Conference registration will open approximately twelve (12) weeks prior to the conference. Online registration will close two (2) weeks prior to the conference. An early registration period will be implemented to allow for discounted fees. Regular registration will last a minimum of six (6) weeks. Individuals registering onsite will pay the onsite registration fee. All payments must be received before attendees pick up their badges.

Business Partner Registration

NMAC offers an annual Business Partner Program as well as sponsor and exhibitor opportunities at conferences. Business Partners may register for the conference as a single representative. Sponsors and exhibitors must purchase a specific package and can then purchase registration for additional representatives as needed.

Complimentary Registrations

Complimentary registrations will be provided to the Governor, all state elected officials, New Mexico cabinet secretaries, members of the New Mexico congressional delegation, NACo officers or special guests, NMAC past presidents, and other collaborative partners determined by the Executive Director. The current NMAC President, President-Elect, Vice President, Treasurer, and Immediate

Past President shall receive complimentary registration to all NMAC conferences. Other government representatives wishing to attend may register under government agency.

Guest Tickets

Members wishing to bring a guest to an NMAC function can purchase a guest ticket by credit card for designated events.

Guest tickets may be purchased for government agency representatives, not otherwise registered for conferences or included on the comp list, that are presenting to affiliates. Guest tickets may not be purchased for affiliate speakers that otherwise should be registered as a Business Partner, sponsor, or exhibitor.

Media Access

Complimentary media passes will be available for most events.

Payments

Payment is due in advance by check or credit card. Onsite registration must be paid by credit card. If a participant arrives with a check onsite and has not preregistered, they must pay the difference for onsite registration fees by credit card at that time.

Counties, Business Partners, sponsors, exhibitors, and government agencies that have outstanding balances from prior conferences will not be allowed to register until their previous balance is paid.

Cancellations

Registrants who cancel their registration a minimum of three (3) weeks prior to the conference will receive a refund of their fees less an administrative fee of 25%. "No show" registrants, or those cancelling less than three (3) weeks before the conference, will not receive a refund of fees.

All cancellation requests must be submitted in writing to be processed. Verbal cancellations will not be accepted. Written requests should include the registrant's full name, organization, reason for cancellation, and must be sent via email by the applicable deadline.

If an individual must cancel their registration due to extenuating circumstances, and has already paid, they may request an exception from the Executive Director. If approved, they will be refunded the registration fee less a 25% administrative fee.

Name Badges

All participants, sponsors, exhibitors, and guests require a name badge and a completed registration, including payment of all applicable fees. Event badges are available onsite.

Board and Advisory Council Room Block

Headquarters hotel status is determined by NMAC staff. NMAC provides a list of NMAC Board of Directors, NMCA Board of Directors, and affiliate chairs to the headquarter hotel. It is the responsibility of the individual to guarantee their rooms with a credit card. Should the individual not guarantee their room, the room will be forfeited. It is the responsibility of the board member or Advisory Council member to notify the hotel of any changes and/or cancellation, per hotel policy. Only those on the list will have a reserved room at the headquarter hotel until rooms are released on the designated date. At that time, rooms will be made available to general conference attendees.

NMAC Executive Officers

NMAC will make the hotel reservations and pay for rooms for the executive officers of the Board of Directors (President, President-Elect, Vice-President, and Immediate Past President) at all conferences.

With the exception of executive officers, NMAC does not reimburse travel, lodging, or meal expenses for board members attending meetings held in conjunction with the NMAC Legislative Conference, Annual NMAC Conference, or a regular NMAC Affiliate meeting if the member would normally attend as a county official, unless specifically requested to attend as an officer.

Courtesy Room Block

NMAC contracts a block of sleeping rooms for the convenience of our membership. We encourage attendees to take advantage of these negotiated rates. Only registered conference attendees can reserve hotel rooms and receive the conference rate at designated conference hotels. Cut-off dates for reservation of rooms are established by the hotel, and it is the responsibility of all attendees to confirm their reservation by credit card prior to this date. It is also the responsibility of attendees to notify the hotel of any changes and/or cancellation, per hotel policy.

Political Activities

Individuals may not engage in political activities, nor distribute campaign literature at NMAC sponsored meetings or events. Literature will be removed and those who continue to violate this policy may be asked to leave the event.

SPONSORS & EXHIBITORS

Participation of sponsors and exhibitors is integral to the success of NMAC meetings and conferences. This participation allows for a mutually beneficial exchange with our county membership. Participation fees are adjusted periodically.

Sponsors and exhibitors are invited to participate in designated meetings and conferences. Their financial support of the event helps to offset overall conference costs. All sponsors and exhibitors shall be registered if attending the event. Exhibitors cannot participate in future NMAC events until the previous balance is paid in full.

Exhibit Space

Exhibit space is sold on a first-received, first-assigned basis, based on the date and time that the exhibitor's registration is confirmed. Preference is given to NMAC Business Partners and host county wanting exhibit space. Exhibit locations will be confirmed at least two (2) weeks prior to the exhibitor move-in date of the conference.

NMAC will establish guidelines for hours and locations of operation for exhibitors at each event. All exhibitors shall follow the guidelines established by NMAC. Additional representatives from these companies are required to register for the conference to participate.

Business Partners

Sponsors and exhibitors are encouraged to become Business Partners of NMAC, which entitles them to a guaranteed exhibit space at Legislative and Annual Conferences.

AFFILIATE MEETINGS

Only county elected officials and employees may be members of an affiliate in accordance with the affiliate's bylaws, unless designated as an associate member.

Agendas

All affiliate agendas shall be approved at the Advisory Council meeting at least one month prior to each conference as directed in the NMAC bylaws. Each affiliate agenda will adhere to the hours set by NMAC for affiliate meetings. This will maintain continuity and cohesiveness in the program and aid in the planning of the event. All guidelines as set forth in the affiliate bylaws apply to NMAC conferences.

Audio/Visual

The cost of audio-visual equipment and services requested by the affiliate chair or other officer will be paid by the affiliate.

ANNUAL CONFERENCE

Site Selection

Requests for proposals to host the NMAC Annual Conferences are vetted with county managers to determine interested counties and applicable years every two to three years. Counties that have committed to host will be required to complete a proposal that addresses conference criteria outlined by NMAC. The proposal must include a written commitment from the county commission. The proposals will be brought to the NMAC Board of Directors for final approval. The host county will provide local resources to assist NMAC in planning and implementing the conference.

Host County

The host county and NMAC staff will meet at least twelve (12) months in advance of the conference to begin the planning process. The county will form a steering committee that will work with NMAC in planning and implementing the conference. At least nine (9) months prior to the conference the committee will select subcommittees to provide specific support for NMAC in the implementation of the conference.

It is the host county's responsibility to provide support staff, as detailed in the proposal, to ensure that all aspects of the conference are properly and appropriately staffed and implemented. NMAC will provide the host county with a detailed conference budget and will work with the host county committee to comply with this budget. NMAC staff will coordinate all aspects of the function and make final selections.

NACo CONFERENCES

Officer and Board Member Travel

NMAC Executive Officers, NACo Board members, and WIR Board members are authorized to receive reimbursement of registration fees and travel expenses incurred while attending the following NACo conferences and meetings:

NMAC President:

NACo State Association Presidents & Executive Directors Annual Meeting
NACo Legislative Conference

NACo Annual Conference
WIR Conference

NMAC Immediate Past President, President Elect, and Vice President:
NACo Legislative Conference
NACo Annual Conference
WIR Conference

NACo Board members and WIR Board members:
NACo Legislative Conference
NACo Annual Conference
WIR Conference
NACo & WIR Fall Board Meetings

Allowable Expenses

NACo travel expenses are reimbursable unless a member fails to use standard travel accommodations (such as failing to stay at a conference hotel or traveling an indirect route to the meeting). Individuals are approved for travel one day pre and one day post conference. When expenses appear to be excessive compared to the amount spent by other members seeking reimbursement for the same trip or in instances where expenditures are deemed to be out of the ordinary, the NMAC Treasurer in consultation with Executive Director shall review the circumstances and determine, on an individual basis, how much of the expenses shall be reimbursable.

Individuals traveling on behalf of NMAC are expected to attend conference functions. NMAC recognizes that officers may also be required to attend meetings on behalf of their county in Washington, D.C. In these instances, members should separate costs incurred by the responsible entity.

NACo Cancellations

It is the members' responsibility to timely notify NMAC staff in advance (based on the cancellation and change policy of the NACo meeting) of any cancellations or other changes. Expenses due to last-minute changes shall be paid by the member and will not be reimbursed absent extenuating circumstances approved by the NMAC Treasurer in consultation with the Executive Director.

REIMBURSEMENT

The New Mexico Association of Counties will reimburse fair and reasonable expenses to allow members of the NMAC Board of Directors, Executive Committee, NACo Board members, WIR Board members, NMCIA Board of Directors, Accreditation, and Advisory Council members to attend approved meetings to conduct NMAC/NMCIA business. Members are expected to be prudent with expenses incurred.

Actual Expenditures

Reimbursement requests for in state or out-of-state travel shall be made utilizing actual expenditures. Claims for reimbursement shall be requested within 30 days following completion of travel, pending extenuating circumstances and with the approval of the Executive Director. NMAC does not pay travel reimbursement in advance of the event.

Lodging

NMAC provides lodging reimbursement for approved travel at a rate not to exceed the negotiated event rate. All accommodations are for the sole use of the approved member and cannot be transferred.

Meals

Itemized receipts for meals are required and should include the total cost including tips. Reimbursement for meals is authorized only in the event that meals are not provided during scheduled meetings. Reimbursement for meals will not exceed the federal GSA daily total as shown on www.gsa.gov for that travel location. Itemized receipts are required.

Airfare

Airfare should be purchased at the most reasonable price possible. The NMAC Finance Department will review all travelers for an out-of-state event to determine an average. If an airline reimbursement request is deemed excessive, it will be reviewed, and final approval will be determined by the Executive Director.

Rental Cars

Rental car reimbursement will be approved only when necessary, due to location, distance from the airport, etc. for the out-of-state event.

Mileage

The mileage reimbursement rate will be the maximum state rate allowed for local government. Mileage reimbursement is not authorized if travel was in a government vehicle or if reimbursement is made by the county. Mileage reimbursement is based on verified map mileage from indicated starting address to destination. Stated mileage that differs with the verified mileage by more than 10 miles will be adjusted accordingly.

NMAC encourages board members to use county vehicles when feasible.

If a member decides to drive to a conference instead of flying, they will only be reimbursed up to the average ticket price for the members who flew.

Additional Expenditures

Individuals traveling long distances to/from a meeting or event, or that may need additional consideration, may be authorized for additional lodging and expenditures with the approval of the Executive Director.

There may be instances where a county prepays for an individual that is authorized for travel at NMAC's expense. In those instances, the county can request reimbursement of that specific individual's travel.

Outstanding Checks

Reimbursement checks not deposited within 90 days will be voided and a stop payment will be issued. If the requestor requests a replacement check, within 30 days of the original check being voided, a new check will be reissued less the stop payment fee.

NMCIA Conferences

NMCIA conference participation will be determined by the NMCIA Board of Directors annually based upon budget and final approval.

Emergency/Crisis Plan

NMAC recognizes the importance of conducting effective meetings and makes every effort to minimize the safety risk to all attendees. In the event of an emergency the NMAC Emergency Response Plan will be in effect. Incident forms must be completed when a conference participant is injured or suffers a medical emergency. NMAC staff are directed to call 911 when an emergency arises.

APPROVED, by the NMAC Board of Directors on XX, 2025:

NMAC President

NMAC Executive Director

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<p><u>Item Number:</u></p> <p style="text-align: center;">5.A.</p>	<p><u>Item Title:</u></p> <p>Investment Update</p>
<p><u>Presenter (s):</u></p> <p>Ryan Salmon, Senior Vice President, Investment Officer / PIM Portfolio Manager Salmon Hauger Wealth Management Group of Wells Fargo Advisors</p>	

THIRD-QUARTER 2025

Market Charts

Turning data into knowledge

All data shown in the charts as of second quarter (Q2) 2025 and reflect the most recent information available. Please see disclosures for the risks associated with the asset classes and for the definitions of market-based and economic indexes.

Investment and Insurance Products: ► NOT FDIC Insured ► NO Bank Guarantee ► MAY Lose Value

Economy highlights

Macro

- We anticipate near-recession conditions for the global economy during the second half of 2025 as the brunt of the U.S.-inspired trade war washes ashore, followed by a modest growth recovery by early 2026. Stagflation risks are rising due to market inefficiencies created by protected, more fragmented trade.
- Global markets are bracing for inflation's tariff-related spike in the second half of 2025, then dissipating as the one-time increases work their way through the economy. However, slower, less efficient trade risks nudging elevated, trade-sensitive prices higher in much of the world.

Domestic

- We expect the U.S. to lead the global economy out of its near-recession state by early 2026 as tax cuts and a mild cyclical rebound from weakness in the second half of 2025 overtake higher tariffs in support of a moderate growth recovery.
- Our view is that inflation, as measured by the Consumer Price Index, will be nudged lower by excess capacity and by reduced labor-cost pressures tied to productivity gains — both typical during the early stages of a growth recovery — ahead of higher fuel costs later next year.

International

- Subpar growth in emerging markets will be restrained, in our view, by a challenging environment for global trade. We anticipate added headwinds next year from a firmer U.S. dollar undercutting commodity prices and raising the cost of repaying dollar-denominated debt.
- We believe China's more aggressive policy stimulus will circumvent export-related headwinds by fostering moderate, consumer-led growth through 2026 and a recovery from extended deflation.
- We expect the economic-growth gap to narrow a bit between developed and emerging economies as fiscal and monetary stimulus supporting domestic spending leave advanced economies less exposed than even more export-driven emerging markets.

Factors that affect the global economy

Global economic forces

Tailwinds

- 
- Liquidity still adequate despite recent tightening
 - Bank credit standards least restrictive since 2022
 - Strengthening real (inflation-adjusted) income growth supports consumer spending
 - Spending by upper-income groups¹ given windfall gains in financial wealth
 - Slower second-half economic growth and current lower inflation create a window for lower interest rates
 - Growth-supportive tax cuts and deregulation capable of contributing to a late-2025 growth recovery
 - Some manufacturing- and service-sector convergence likely later this year
 - Productivity-enhancing investment, including artificial intelligence (AI), lifts growth potential
 - Secular strength in electric-grid, data-center, and AI-related investment

Headwinds

- 
- Front-loaded tariff and immigration policies risk higher inflation, delaying Fed rate cuts
 - Aggressive tariffs and related uncertainty hinders investment, hiring, and spending decisions
 - Cooling labor market a headwind for consumer income and spending growth
 - Elevated borrowing costs and higher core goods prices from tariffs add to lower-income financial strains
 - Elevated home prices and mortgage rates hamper full-blown housing recovery
 - Supply-chain erosion tied to geopolitical disruptions, weather, and market imbalances
 - Absence of sizable windfall gains removes an important support to upper-income spending
 - Extended budget and debt negotiations add to noisy news flow from Washington

Source: Wells Fargo Investment Institute, as of June 30, 2025. Subject to change. Fed = Federal Reserve.

1. Federal Reserve Board, Financial Accounts of the U.S., as of June 12, 2025.

Key takeaways

- We believe tariffs will pressure U.S. economic activity through the third quarter before a modest growth recovery is spurred by supportive tax cuts and deregulation, limited gains in longer-term interest rates, and solid real (inflation-adjusted) incomes.
- Our view is that policy uncertainties, weak business and consumer confidence, and less ample liquidity will leave financial markets exposed to increased financial volatility in the second half of 2025. That could make leveraged sectors of the global economy and elevated asset values more vulnerable to periodic pullbacks.

Where are we headed?

Inflation

Tariff increases disrupt disinflation temporarily in second half of 2025

GDP growth

A soft patch this year should give way to a mild growth recovery in 2026

Wage growth

Real wage growth is slowing, but still a plus for the consumer

Unemployment

Historically low, but edging higher by year-end

Consumer confidence

Risks further declines as the brunt of tariffs hits home

Volatility

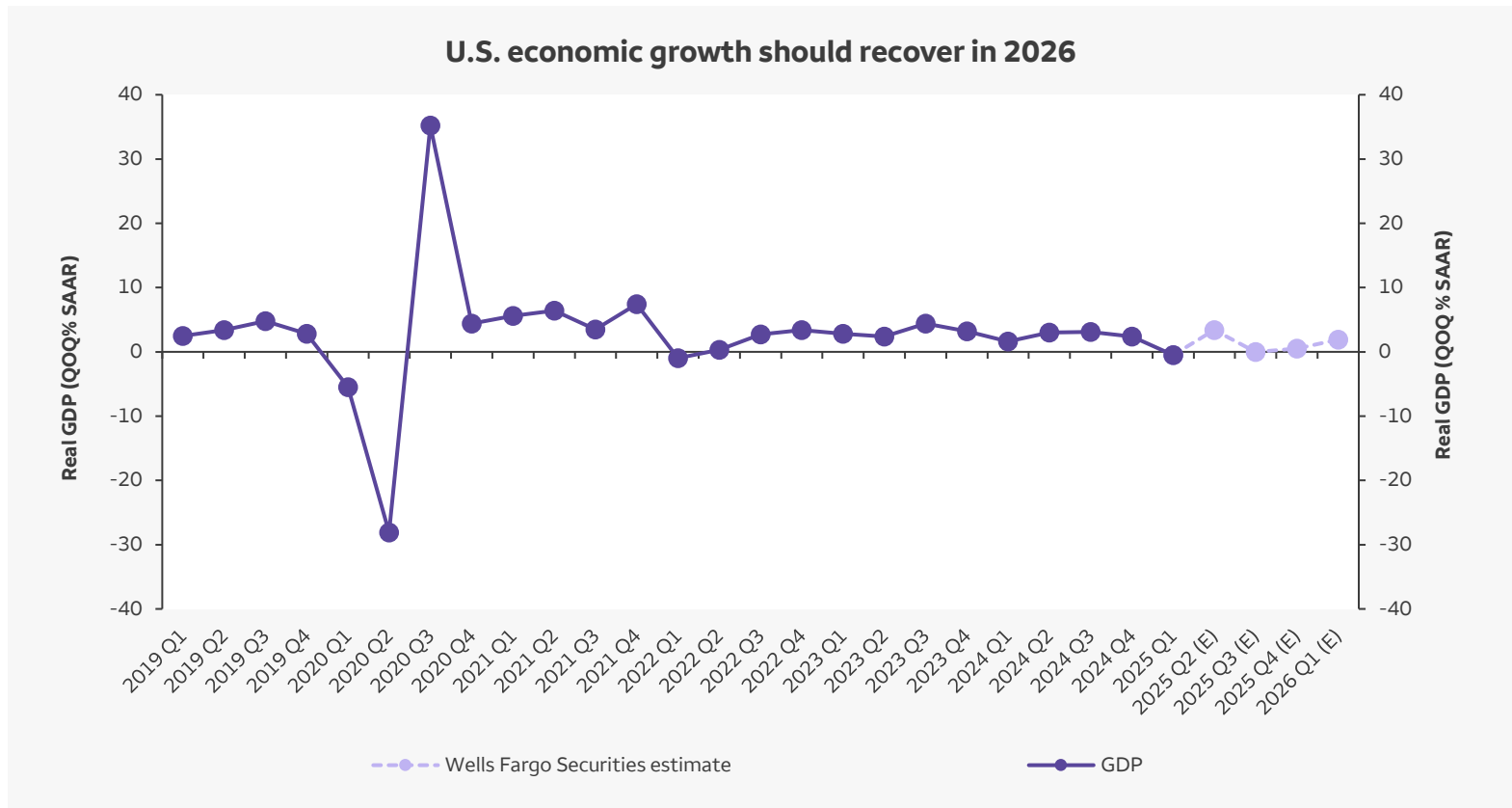
Should remain elevated as trade and geopolitical uncertainty prevail

Source: Wells Fargo Investment Institute, as of June 30, 2025. Subject to change. GDP = gross domestic product. Fed = Federal Reserve.

Key takeaways

- The U.S. economy is headed for what we believe will be a tariff-induced soft patch during the second half of 2025, setting the stage for a mild growth recovery supported by moderate tax cuts early in 2026.
- We expect a tariff-related spike in inflation to slow economic growth in the second half of 2025 by squeezing real incomes, then slow by early 2026 to support (with tax cuts) a mild growth recovery during the first half of 2026.

U.S. economic slowdown likely ahead



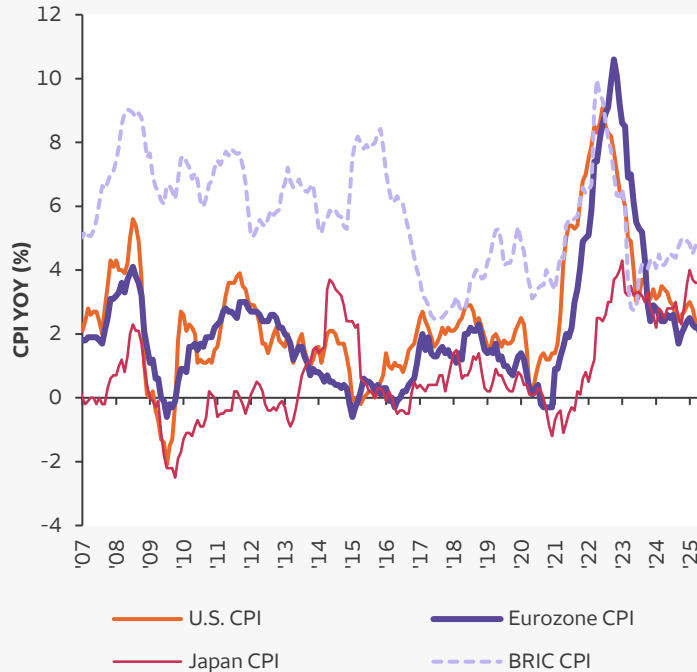
Sources: Bloomberg, Wells Fargo Securities, and Wells Fargo Investment Institute. Quarterly data from October 1, 2018, to March 31, 2025. Q1 2025 – Q4 2025 are Wells Fargo Securities forecasts, as of June 11, 2025. **Forecasts are not guaranteed and are subject to change.** GDP = gross domestic product. QOQ = quarter over quarter. SAAR = seasonally adjusted annual rate. Forecasts are based on certain assumptions and on views of market and economic conditions which are subject to change.

Key takeaways

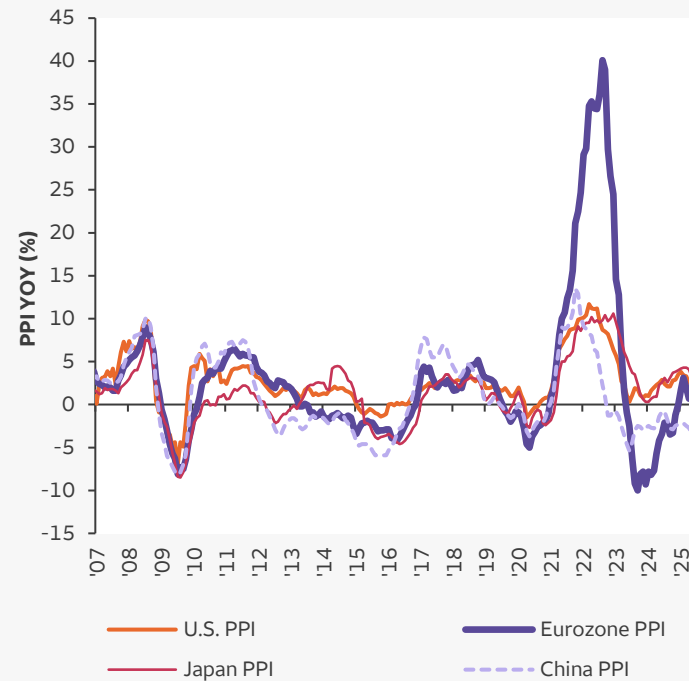
- We anticipate a shift to more sustainable, balanced economic growth in 2026 as early year renewed disinflation and reshoring spurred by tariff increases support manufacturing output. Tax cuts at the start of 2026 and the lagged effect of deregulation should improve business and consumer confidence, fueling investment, hiring, and spending decisions.
- We expect the U.S. stock market to finish 2026 higher, driven primarily by earnings growth that should broaden to more cyclically oriented areas of the market as we get by the tariff-induced economic soft patch later this year.

Moving toward central-bank inflation targets

Disinflation has resumed



Producers' costs are normalizing

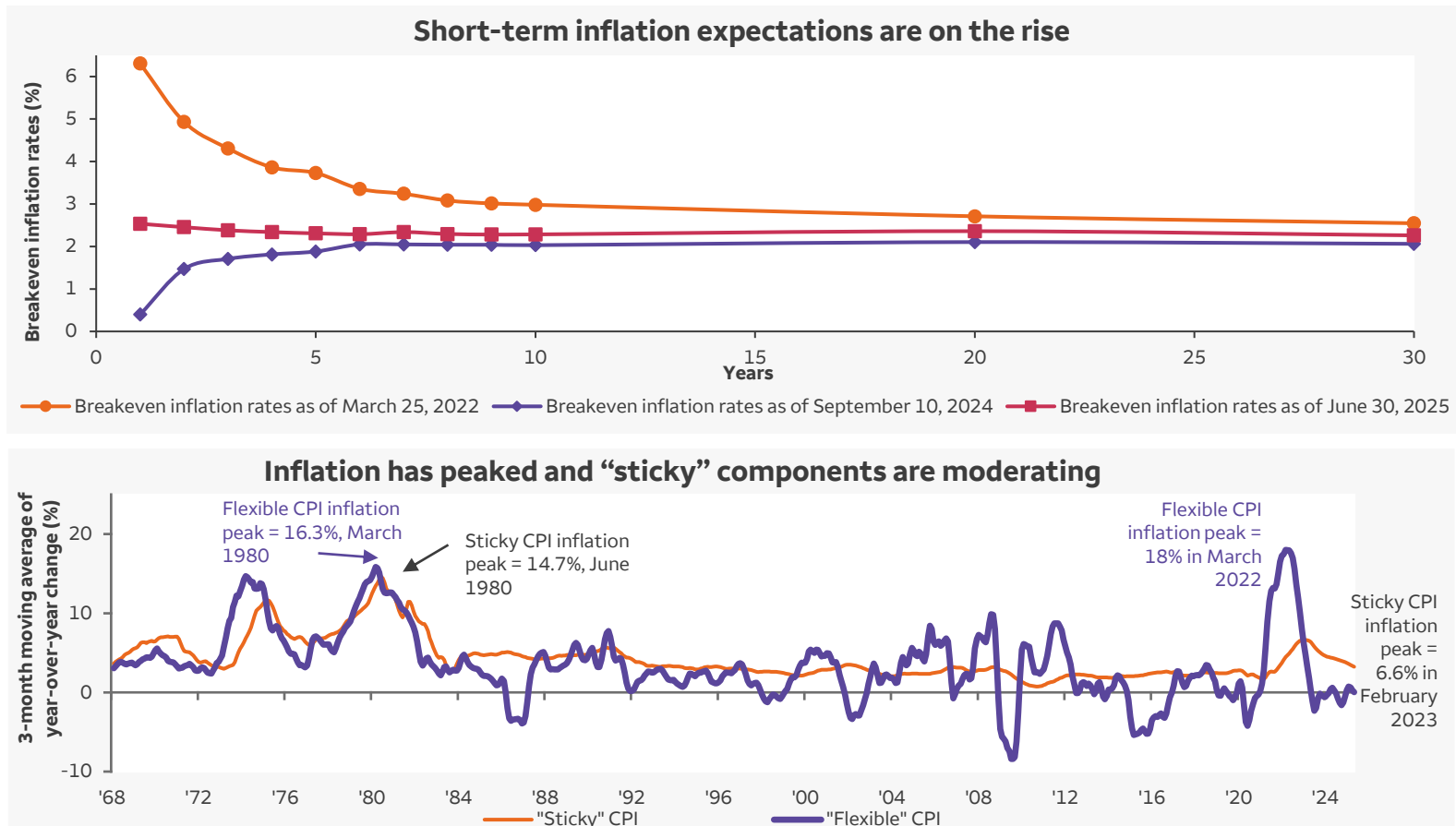


Sources: Bloomberg and Wells Fargo Investment Institute. Monthly data from January 1, 2007, to May 31, 2025. BRIC is an acronym for the economies of Brazil, Russia, India, and China. CPI is the Consumer Price Index, which measures the price of a fixed basket of goods and services purchased by an average consumer. PPI is the Producer Price Index, which measures the average change over time in the selling prices received by domestic producers for their output. The prices included in the PPI are from the first commercial transaction for many products and some services. YOY = year-over-year.

Key takeaways

- Disinflation has recently resumed in the U.S. and the eurozone, setting the stage for fresh interest-rate cuts by foreign central banks in several major money centers and, eventually, by the Federal Reserve. Disinflation likely will be interrupted by tariff-driven price increases later this year, giving rise to slowing growth and, ultimately, renewed disinflation in 2026.
- Housing, levered sectors of the economy, and risk assets continue to be exposed to the reversal of ultra-low interest rates, suppressed by aggressive monetary stimulus in the U.S. and abroad prior to the post-pandemic bout of inflation.

Fed on pause ahead of potentially inflationary trade and fiscal policies

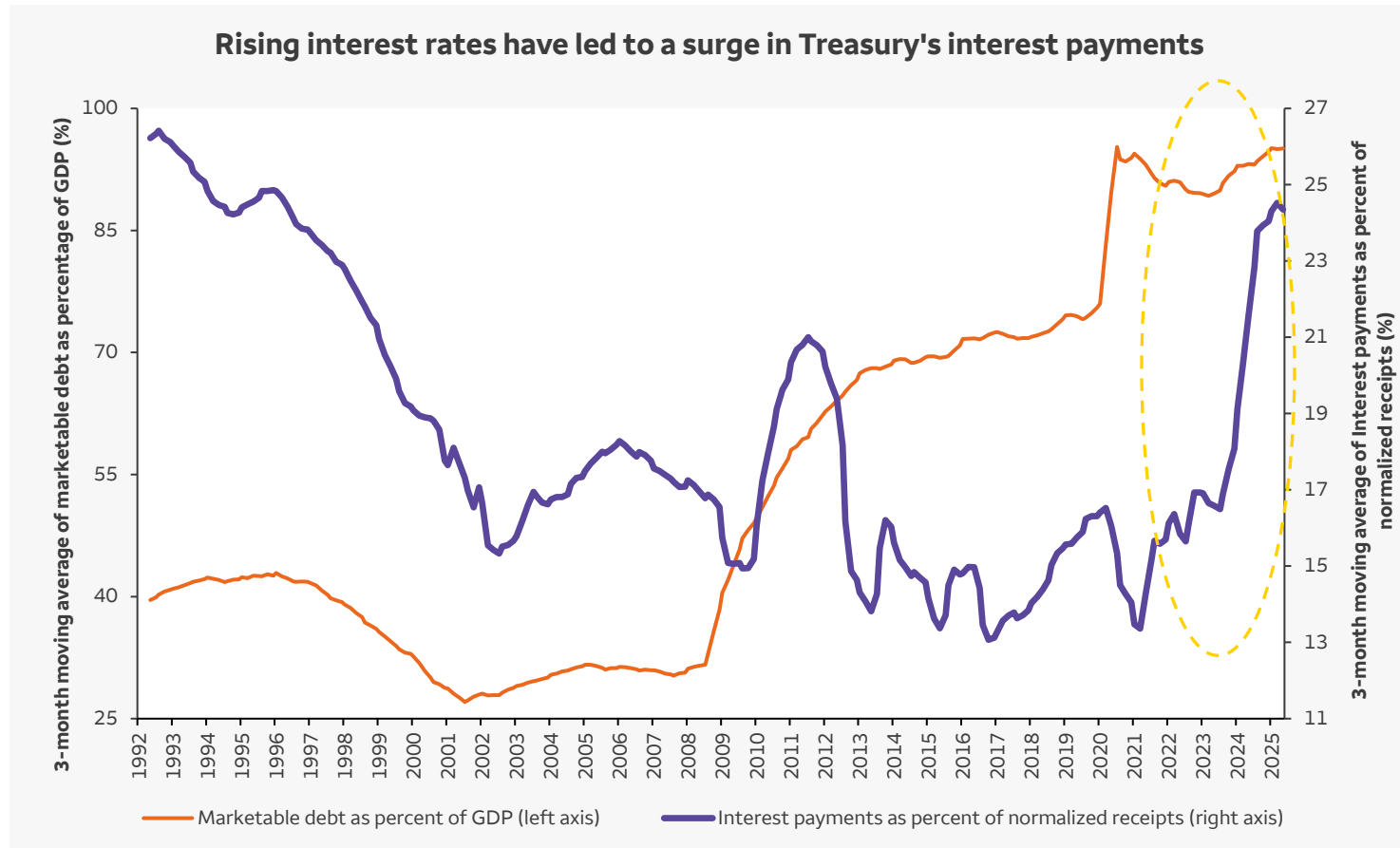


Sources: Top chart: Bloomberg, U.S. Treasury Department, and Wells Fargo Investment Institute, as of June 30, 2025. Bottom chart: Bloomberg, Federal Reserve Bank of Atlanta, U.S. Department of Labor, and Wells Fargo Investment Institute. Sticky-price and flexible-price consumer price index: monthly data from January 1, 1968, to May 31, 2025. Breakeven inflation rates equate nominal, or observed, Treasury interest rates with their inflation-protected counterparts. Fed = Federal Reserve. CPI = Consumer Price Index. Sticky inflation is measured by components that change pricing less frequently, such as rents, education and public transportations. Flexible inflation is measured by components that change pricing more frequently, such as car rental, gas, and electricity.

Key takeaways

- Shorter-term inflation expectations have climbed in early 2025 as uncertainty and concerns over tariffs have been front of mind. Stickier services inflation within the CPI has been slower to decline than goods inflation.
- Longer-term inflation expectations have begun to increase, too, signaling a view among households that inflation pressures could persist.

Federal interest payments are on the rise



Sources: Bloomberg, U.S. Treasury Department, and Wells Fargo Investment Institute. Monthly data from January 1, 1992, to June 30, 2025. Normalized receipts are based on rolling 10-year moving average. GDP = gross domestic product.

Key takeaways

- Rapid debt expansion and higher interest rates have lifted interest payments by the federal government as a share of revenues well beyond a level where, historically, investors have balked, and the government has initiated fiscal austerity measures.
- Federal interest expenses are especially vulnerable to further increases in rates because the budget's structural weaknesses are keeping deficits — and associated borrowing needs — historically high.

Fixed-income highlights

General

- Most strategic fixed-income asset classes were volatile during the second quarter as interest rates zig-zagged on tariff-related and U.S. economic-outlook concerns. Our view is that U.S. Intermediate Term Taxable Fixed Income currently provides an attractive yield and is less rate sensitive should interest rates remain volatile.
- High quality investment-grade (IG) corporate issuers have remained resilient and continue to enjoy strong fundamentals and credit metrics. A growing economy toward the latter part of the year should continue to support credit-oriented asset classes and sectors.

Domestic

- Historically, Federal Reserve (Fed) easing cycles have been beneficial to fixed income as short-, intermediate-, and long-term interest rates typically fall across the curve, creating positive price returns.
- The expectation is for the Fed to continue easing into 2026, albeit cautiously. This will help the U.S. Treasury yield curve to continue to steepen.
- Credit spreads in IG and high-yield corporates were also volatile during the second quarter but managed to narrow further at quarter end. Still, overall credit conditions remain favorable, supporting our favorable rating on IG Corporate Securities.

International

- European bond yields moved lower over the quarter as investors sought some refuge outside of U.S. Treasuries. The European Central Bank continued cutting rates but signaled a potential pause in the near term.
- Emerging-market credit spreads (as measured by JPMorgan EMBI Global) were also volatile in the second quarter but finished flat. Index yields moved in-line with U.S. yields and remain high relative to developed-market ex-U.S. yields. We continue to believe that higher relative EM debt yields should attract inflows.

Fixed-income scorecard

Asset class	2Q25 total return (%)	YTD total return (%)	YOY total return (%)	Duration (years)	Yield to worst (%)
U.S. Short Term Taxable Fixed Income	1.27	2.92	5.95	1.92	3.95
U.S. Intermediate Term Taxable Fixed Income	1.84	4.97	7.18	5.29	4.43
U.S. Long Term Taxable Fixed Income	-0.12	3.28	3.24	13.00	5.20
High Yield Taxable Fixed Income	3.53	4.57	10.28	3.20	7.06
Developed Market ex-U.S. Fixed Income	7.56	10.72	11.16	7.61	2.92
Emerging Market Fixed Income	3.06	5.48	9.51	6.58	7.29

Sources: Bloomberg and Wells Fargo Investment Institute, as of June 30, 2025. 2Q = second quarter. YTD = year to date. YOY = year over year. For illustrative purposes only. Duration is a measure of a bond's sensitivity to interest rates. Short term taxable = Bloomberg U.S. Aggregate 1–3 Year Bond Index. Intermediate term taxable = Bloomberg U.S. Aggregate 5–7 Year Bond Index. Long term taxable = Bloomberg U.S. Aggregate 10+ Year Bond Index. High Yield taxable = Bloomberg U.S. Corporate High Yield Bond Index. Developed market ex-U.S. = J.P. Morgan GBI Global Ex U.S. (Unhedged). Emerging market = J.P. Morgan EMBI Global (USD). Yields and returns represent past performance and fluctuate with market conditions. Current performance may be higher or lower than that quoted above. Index returns do not represent investment performance or the results of actual trading. Index returns reflect general market results, assume the reinvestment of dividends and other distributions, and do not reflect deduction for fees, expenses or taxes applicable to an actual investment. An index is unmanaged and not available for direct investment. **Past performance is no guarantee of future results.** See following page for index definitions.

Bonds are subject to market, interest rate, price, credit/default, liquidity, inflation and other risks. Prices tend to be inversely affected by changes in interest rates. High-yield fixed-income securities are considered speculative, involve greater risk of default, and tend to be more volatile than investment-grade fixed-income securities. Foreign investing has additional risks including currency, transaction, volatility and political and regulatory uncertainty. These risks are heightened in emerging markets.

Key takeaways

- Most strategic fixed-income asset classes posted positive returns in the second quarter despite all the interest-rate volatility.
- The expectation is for further central bank easing to continue this year, albeit cautiously.
- We favor credit selectivity and a diversified income approach across fixed-income asset classes.

Fixed-income scorecard cont'd

Index definitions

Bloomberg U.S. Aggregate 1-3 Year Bond Index is the one to three year component of the Bloomberg U.S. Aggregate Index, which represents fixed-income securities that are SEC-registered, taxable, dollar-denominated, and investment-grade.

Bloomberg U.S. Aggregate 5-7 Year Bond Index is composed of the Bloomberg U.S. Government/Credit Index and the Bloomberg U.S. Mortgage-Backed Securities Index, and includes Treasury issues, agency issues, corporate bond issues, and mortgage-backed securities with maturities of 5-7 years.

Bloomberg U.S. Aggregate 10+ Year Bond Index is unmanaged and is composed of the Bloomberg U.S. Government/Credit Index and the Bloomberg U.S. Mortgage-Backed Securities Index, and includes Treasury issues, agency issues, corporate bond issues, and mortgage-backed securities with maturities of 10 years or longer.

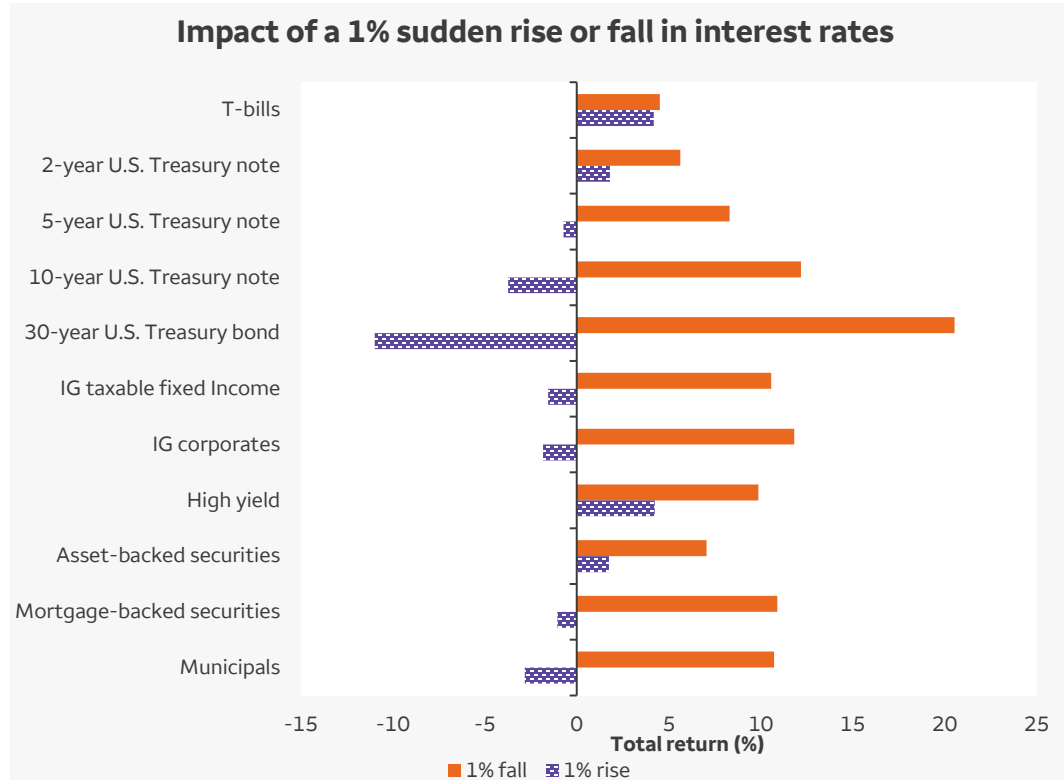
Bloomberg U.S. Corporate High Yield Bond Index covers the U.S. dollar-denominated, non-investment grade, fixed-rate, taxable corporate bond market.

J.P. Morgan Government Bond Index (GBI) Global ex-U.S. (Unhedged) in USD is an unmanaged index market representative of the total return performance in U.S. dollars on an unhedged basis of major non-U.S. bond markets.

J.P. Morgan Emerging Market Bond Index (EMBI) Global (USD) is a U.S. dollar-denominated, investible, market cap-weighted index representing a broad universe of emerging market sovereign and quasi-sovereign debt.

Unequal return potential as rates move higher or lower

Fixed income asset	Yield as of Jun. 30, 2025
T-bills	4.35%
2-year U.S. Treasury note	3.72%
5-year U.S. Treasury note	3.8%
10-year U.S. Treasury note	4.23%
30-year U.S. Treasury bond	4.77%
IG taxable fixed Income	4.51%
IG corporates	4.99%
High yield	7.06%
Asset-backed securities	4.41%
Mortgage-backed securities	4.93%
Municipals	3.96%



Sources: Bloomberg and Wells Fargo Investment Institute, as of June 30, 2025. For illustrative purposes only. T-bills (Treasury bills): Bloomberg U.S. Treasury Bills (1-3M) Index, Investment-grade (IG) taxable fixed income: Bloomberg U.S. Aggregate Bond Index. IG corporates: Bloomberg U.S. Corporate Bond Index, High yield: Bloomberg U.S. Corporate High Yield Bond Index, Asset-backed securities: Bloomberg U.S. Asset Backed Securities Index, Mortgage-backed securities: Bloomberg U.S. Mortgage-Backed Securities Index, Municipals: Bloomberg Municipal Index. Yields represent past performance and fluctuate with market conditions. Current yields may be higher or lower than those quoted above. An index is unmanaged and not available for direct investment **Past performance is no guarantee of future results.** See index definitions on following page. Bonds are subject to market, interest rate, price, credit/default, liquidity, inflation and other risks. Prices tend to be inversely affected by changes in interest rates. High-yield fixed-income securities are considered speculative, involve greater risk of default, and tend to be more volatile than investment-grade fixed-income securities. Although Treasuries are considered free from credit risk, they are subject to other types of risks. These risks include interest rate risk, which may cause the underlying value of the bond to fluctuate. In addition to the risks associated with investment in debt securities, investments in mortgage-backed and asset-backed securities will be subject to prepayment, extension and call risks. Municipal bonds are subject to credit risk and potentially the Alternative Minimum Tax (AMT). Quality varies widely depending on the specific issuer. Municipal bonds offer interest payments exempt from federal taxes, and potentially state and local income taxes. Municipal securities are also subject to legislative and regulatory risk which is the risk that a change in the tax code could affect the value of taxable or tax-exempt interest income.

Key takeaways

- Many fixed-income asset classes, along with cash, are yielding more than our long-term inflation expectation of 2.5%.
- Diversifying income streams can potentially dampen portfolio volatility and reduce the probability of wide swings in income levels.
- It is important for investors to evaluate the potential upside and downside return of their bond holdings if interest rates move higher or lower from current levels.

Unequal return potential as rates move higher or lower cont'd

Index definitions

Bloomberg U.S. Aggregate Bond Index is composed of the Bloomberg U.S. Government/Credit Index and the Bloomberg U.S. Mortgage-Backed Securities Index and includes Treasury issues, agency issues, corporate bond issues, and mortgage-backed securities.

Bloomberg U.S. Asset Backed Securities Index measures the investment-grade market of US Credit Card, Auto and Student Loan asset backed securities deals.

Bloomberg U.S. Corporate Bond Index measures the performance of the investment-grade corporate bond market.

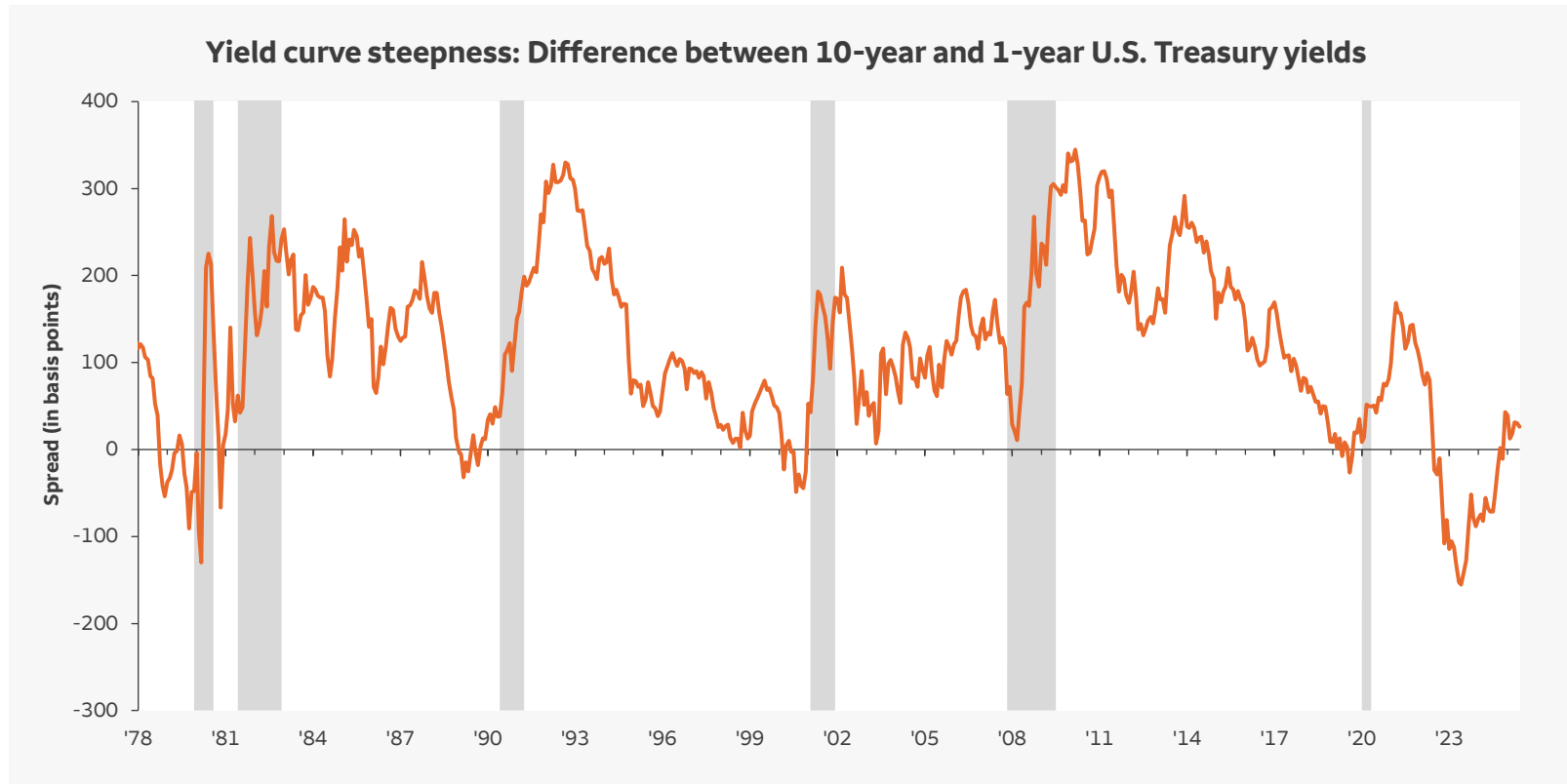
Bloomberg U.S. Corporate High Yield Bond Index covers the U.S. dollar-denominated, non-investment grade, fixed-rate, taxable corporate bond market.

Bloomberg U.S. Mortgage-Backed Securities Index includes agency mortgage-backed pass-through securities (both fixed-rate and hybrid ARM) guaranteed by Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC).

Bloomberg Municipal Bond Index is an index of a broad range of investment-grade municipal bonds that measures the performance of the general municipal bond market.

Bloomberg U.S. Treasury Bills (1–3 Month) Index is representative of money markets.

Yield curve still steep, despite uncertain near-term outlook

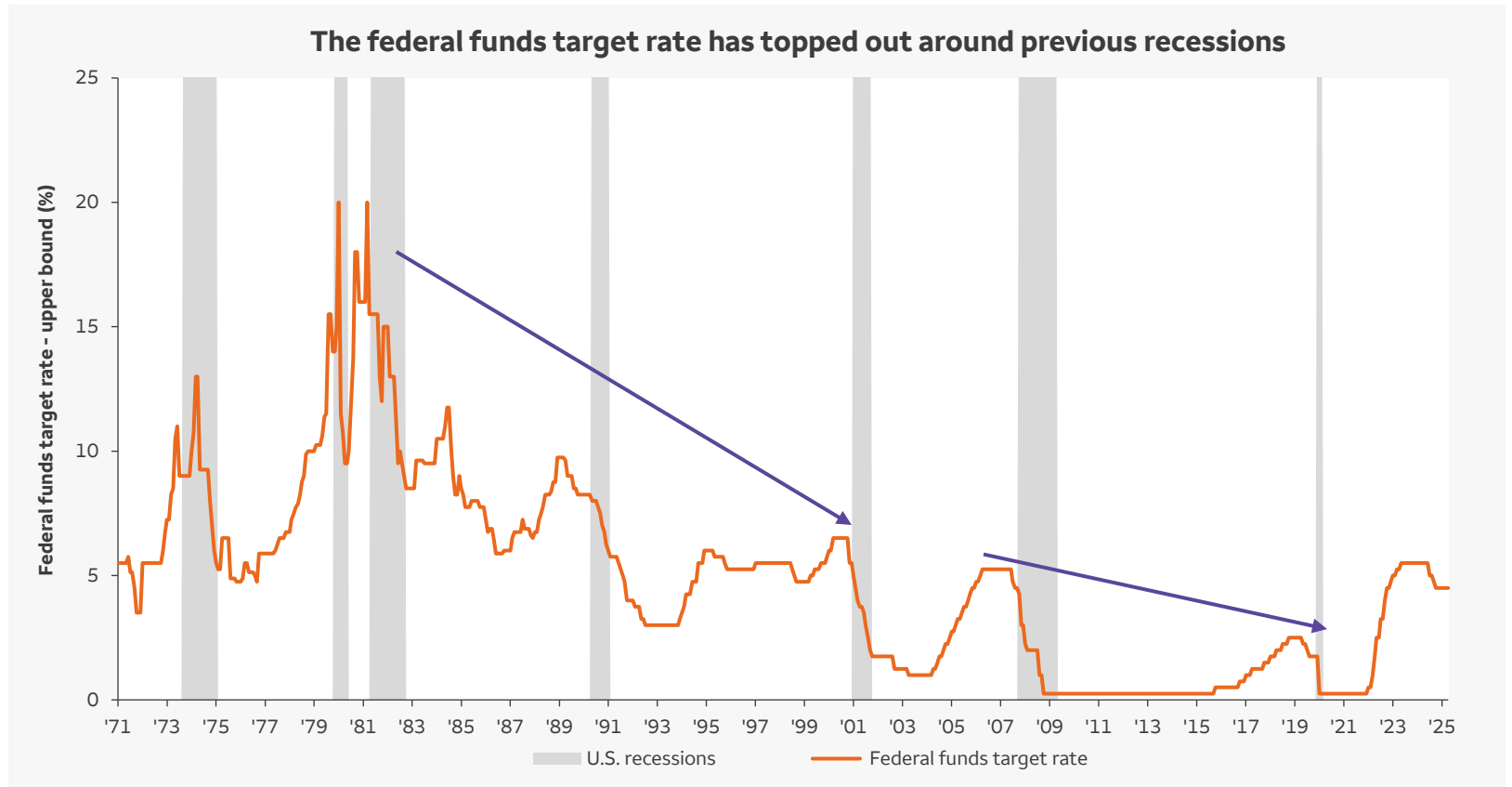


Sources: Bloomberg, and Wells Fargo Investment Institute. Monthly data from January 1, 1978, to June 30, 2025. For illustrative purposes only. Ten-Year Treasury Constant Maturity and the One-Year Constant Maturity Indexes are published by the Federal Reserve Board and are based on the average yield of a range of Treasury securities, all adjusted to the equivalent of a 10-year maturity and the equivalent of a one-year maturity. Shaded area represents time frame of a U.S. economic recession. Yields represent past performance and fluctuate with market conditions. Current yields may be higher or lower than those quoted above. **Past performance is no guarantee of future results.** 100 basis points equal 1%. Although Treasuries are considered free from credit risk, they are subject to other types of risks. These risks include interest rate risk, which may cause the underlying value of the bond to fluctuate.

Key takeaways

- An inverted yield curve has historically pointed to a slowdown in economic growth, especially once the curve starts to turn positive after having been inverted. However, recent yield volatility appears to be more of a function of policy uncertainty.
- After more than two years of being inverted, the 10-year minus one-year curve inversion reversed in the fourth quarter of 2024. However, tariff-driven concerns and the effects it may have on economic growth could create further interest-rate volatility in the upcoming months.

The Fed has started a new rate-cutting cycle

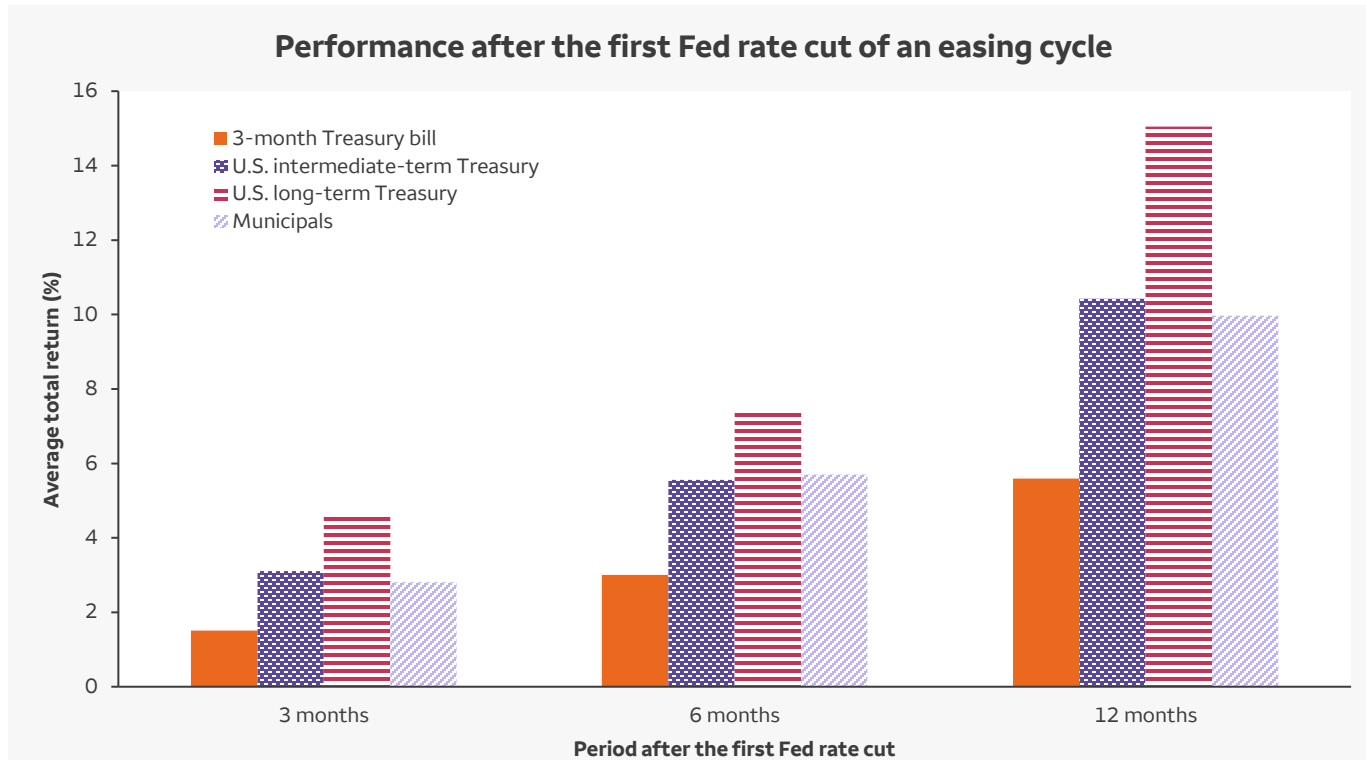


Sources: Bloomberg and Wells Fargo Investment Institute. Monthly data from March 1, 1971, to June 30, 2025. For illustrative purposes only. Fed = Federal Reserve.

Key takeaways

- The Fed has begun a new rate-cutting cycle. The latest Fed dot plot implies more potential rate cuts through 2025.
- Over the past four decades, policy interest rates had topped out at progressively lower levels during periods of monetary policy tightening, eventually pushing the economy into a recession. The current rate-hike cycle has broken the previous downward trend and has yet to result in a serious economic slowdown. ¹⁶⁶

When the Fed pivots ...



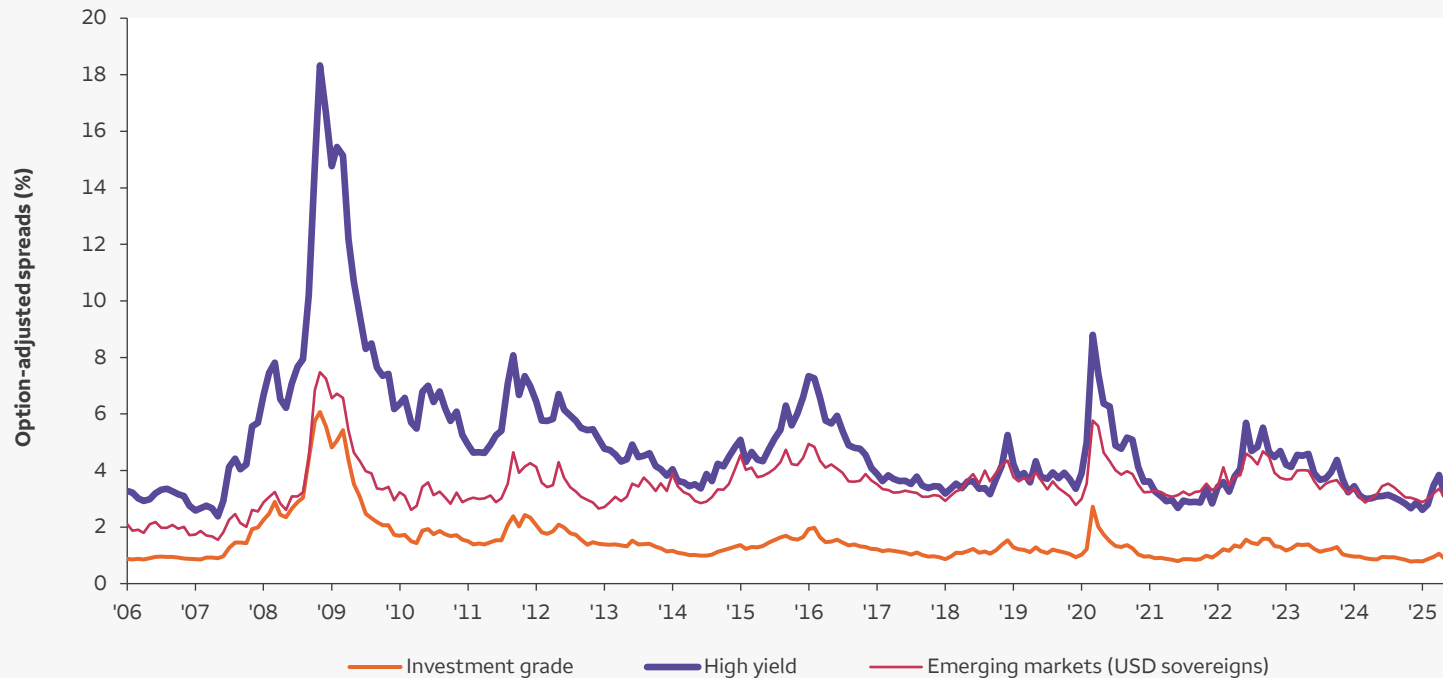
Sources: Bloomberg and Wells Fargo Investment Institute, as of June 30, 2025. Fed = Federal Reserve. 3-month Treasury bill: ICE BofA 3-Month Treasury Bill Index measures the performance of a single issue of outstanding treasury bill which matures closest to, but not beyond, three months from the rebalancing date. U.S. Intermediate-term Treasury: Bloomberg U.S. Intermediate-Term Treasury Index measures U.S. dollar-denominated, fixed-rate, nominal debt issued by the U.S. Treasury with maturities of at least 1 year and less than 10 years to maturity. U.S. long-term Treasury: Bloomberg U.S. Long-Term Treasury Index measures U.S. dollar-denominated, fixed-rate, nominal debt issued by the U.S. Treasury with 10 years or more to maturity. Municipals: Bloomberg U.S. Municipal Bond Index is an index of a broad range of investment-grade municipal bonds that measures the performance of the general municipal bond market. Chart shows performance over the 3-month, 6-month, and 12-month periods following the first cut in the federal funds rate in the previous eight easing cycles by the U.S. Federal Reserve (first cut dates were: November 2, 1981, November 21, 1984, June 6, 1989, July 6, 1995, September 29, 1998, January 3, 2001, September 18, 2007, and July 31, 2019). **Past performance is not a guarantee of future results.** Indexes are unmanaged, do not reflect the deduction of fees or expenses, and are not available for direct investment. Bonds are subject to market, interest rate, price, credit/default, liquidity, inflation and other risks. Prices tend to be inversely affected by changes in interest rates. Although Treasuries are considered free from credit risk, they are subject to other types of risks. These risks include interest rate risk, which may cause the underlying value of the bond to fluctuate. Municipal bonds offer interest payments exempt from federal taxes, and potentially state and local income taxes. Municipal bonds are subject to credit risk and potentially the Alternative Minimum Tax (AMT). Quality varies widely depending on the specific issuer. Municipal securities are also subject to legislative and regulatory risk which is the risk that a change in the tax code could affect the value of taxable or tax-exempt interest income.

Key takeaways

- Historically, Fed easing cycles have been beneficial to fixed income as short-, intermediate-, and long-term interest rates typically fall across the curve, creating positive price returns.
- We believe that maintaining a market-weight (neutral) exposure in U.S. Intermediate Term Taxable Fixed Income can potentially provide a return advantage relative to cash or U.S. Treasury bills, especially during a Fed easing cycle.

Credit market spreads

Credit spreads expected to remain well behaved for most of 2025



Sources: Bloomberg and Wells Fargo Investment Institute. Monthly data from January 1, 2006, to June 30, 2025. For illustrative purposes only. Option-adjusted spread is the difference in yield over equivalent-duration Treasuries. Duration is a measure of interest rate sensitivity. USD = U.S. dollar. Investment grade represented by Bloomberg U.S. Aggregate Bond Index. High yield represented by Bloomberg U.S. Corporate High Yield Bond Index. Emerging markets represented by J.P. Morgan Emerging Markets Bond Index Global (USD). Bloomberg U.S. Aggregate Bond Index is a broad-based index that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. Bloomberg U.S. Corporate High Yield Bond Index measures the USD-denominated, high yield, fixed-rate corporate bond market. J.P. Morgan EMBI Global (USD) is a U.S.-dollar-denominated, investible, market-cap-weighted index representing a broad universe of emerging market sovereign and quasi-sovereign debt. Index returns do not represent investment performance or the results of actual trading. Index returns represent general market results, assume the reinvestment of dividends and other distributions, and do not reflect deduction for fees, expenses or taxes applicable to an actual investment. An index is unmanaged and not available for direct investment. **Past performance is no guarantee of future results.**

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Key takeaways

- Credit spreads in investment-grade and high-yield corporates were also volatile during the second quarter but managed to narrow further at quarter end. In our view, overall credit risks remain contained, supporting our favorable view on Investment Grade Credit and Corporate Securities.
- We expect spreads to remain near current levels given our expectation for an economic recovery in the latter part of 2025 and into 2026. At this time, we believe credit selectivity is key.

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LifeSync

Client Overview

Prepared for NMCI Board of Directors

August 14, 2025

Prepared by:

SALMON HAUGER WEALTH MGMT GROUP OF WELLS FARGO ADVISORS

This report is not complete without all sections noted in the Table of Contents. Please read each section carefully.

Investment and Insurance Products are:

- **Not Insured by the FDIC or Any Federal Government Agency**
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Estimated Net Worth Statement

\$107,874,627	\$0	\$107,874,627
Total assets	Total liabilities	Net worth

Internal investment assets

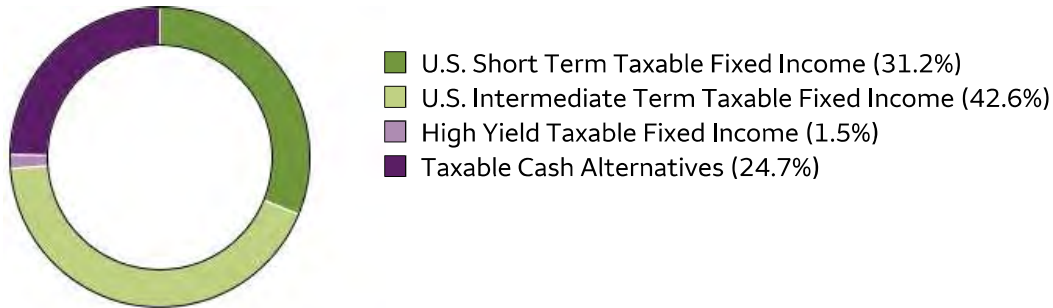
Account number	Description	Last updated	Market value
XXXX2461	NMCIA LE ^P	07/31/2025	\$41,946,995
XXXX2635	NMCIA ML ^P	07/31/2025	\$34,757,053
XXXX2548	NMCIA WC ^P	07/31/2025	\$31,170,580
			\$107,874,627

^P Indicates an account included in the performance information within the report.

"Last updated" date depicted represent the most recent date market values have been updated.
Internal investment assets and market values are automatically updated and based on market close of the previous business day. Please review the "Last updated" date for all other assets and liabilities and provide updated values to us.
This statement represents your securities portfolio and assets and liabilities based on holdings at our firm or information supplied by you. This report may not include all of your household accounts. The statement does not supersede your statements, policies, or trade confirmations, which we consider the official and accurate records of your accounts or policies. The information provided for assets not held at Wells Fargo Advisors has not been verified; these assets may not be covered by SIPC.

Asset Allocation: Asset Class Detail

As of 08/13/2025 for your combined accounts

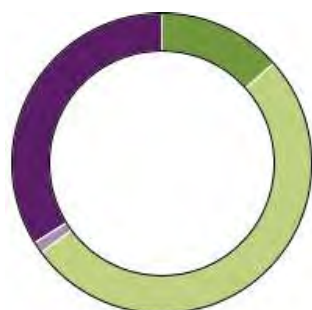


Asset class description	Market Value	Allocation %
U.S. Short Term Taxable Fixed Income	33,640,850	31.2%
U.S. Intermediate Term Taxable Fixed Income	45,848,914	42.6%
High Yield Taxable Fixed Income	1,592,273	1.5%
Taxable Cash Alternatives	26,648,348	24.7%
Portfolio Summary Total	\$107,730,384	100.0%

Each fund is assigned to a single asset class.



Asset Allocation: Asset Class Detail w/Holding(s)

As of 08/13/2025 for XXXX2548 - NMCIA WC



- U.S. Short Term Taxable Fixed Income (13.4%)
- U.S. Intermediate Term Taxable Fixed Income (51.4%)
- High Yield Taxable Fixed Income (1.3%)
- Taxable Cash Alternatives (33.9%)

Asset class/Security description	Ticker/Cusip	Quantity	Price	Market value	Allocation %
■ U.S. Short Term Taxable Fixed Income				\$4,609,052	13.4%
FHLB 4.15% 100328	3130B32K8	155,000	99.63	\$154,425	0.5%
FHLB 4.375% 030830	3130AV5P3	430,000	102.43	\$440,458	1.3%
FHLMC MTN 4.375% 011630	3134HA2L6	155,000	99.85	\$154,766	0.5%
FNMA 4.05% 091929	3135GAV99	154,000	99.45	\$153,156	0.5%
FNMA 4.45% 121228	3136GA3J6	155,000	100.00	\$154,992	0.5%
UST NTS 4% 011527	91282CJT9	450,000	100.30	\$451,332	1.3%
UST NTS 2.75% 043027	91282CEN7	750,000	98.41	\$738,045	2.2%
UST NTS 3.75% 051528	91282CND9	570,000	100.26	\$571,488	1.7%
UST NTS 4.25% 031527	91282CKE0	750,000	100.77	\$755,768	2.2%
UST NTS 3.875% 043030	91282CMZ1	720,000	100.52	\$723,766	2.1%
UST NTS 3.875% 093029	91282CFL0	309,000	100.60	\$310,857	0.9%
■ U.S. Intermediate Term Taxable Fixed Income				\$17,689,311	51.4%
FFCB 3.7% 072634	3133ENC81	309,000	94.38	\$291,628	0.9%
FFCB 5.23% 082032	3133ERPZ8	309,000	99.75	\$308,221	0.9%
FFCB 5.26% 111433	3133ERA43	155,000	99.58	\$154,352	0.5%
FFCB 5.34% 091332	3133ERSR3	309,000	99.97	\$308,904	0.9%
FFCB 5.45% 122033	3133ERM57	309,000	99.80	\$308,391	0.9%
FHLB 4.5% 061132	3130AUF33	300,000	102.53	\$307,575	0.9%
FHLB 4.7% 091230	3130B2N68	309,000	99.60	\$307,767	0.9%
FHLB 4.75% 013031	3130AYQP4	155,000	100.01	\$155,016	0.5%

Asset class/Security description	Ticker/Cusip	Quantity	Price	Market value	Allocation %
FHLB 5% 020934	3130AYUV6	154,000	99.95	\$153,915	0.5%
FHLB 5% 111334	3130B3NB5	155,000	99.06	\$153,546	0.5%
FHLB 5.12% 091831	3130B2PA7	154,000	99.90	\$153,843	0.5%
FHLMC 6.25% 7/15/32	3134A4KX1	400,000	113.60	\$454,400	1.3%
FHR 4223 HB 3%071533	3137B3LP1	900,000	96.48	\$455,740	1.3%
FNR 24-103 MV 5.5%122535	3136BUPE4	280,000	103.08	\$277,083	0.8%
G2 3939 5% 01/20/37	36202ELU1	830,000	101.23	\$6,182	0.0%
G2 4084 5.5% 02/20/38	36202ERD3	1,000,000	103.08	\$11,384	0.0%
G2 4800 4% 092040	36202FKM7	1,000,000	95.72	\$45,634	0.1%
G2 781642 5.5% 08/20/33	36225BZF8	2,100,000	103.77	\$24,461	0.1%
GN II 3415 5.5% 7/20/33	36202DYL9	1,000,000	102.52	\$10,639	0.0%
GNR 25-51 AV 5%032036	38385DT55	420,000	101.85	\$417,882	1.2%
UST NTS 4% 013131	91282CJX0	484,000	100.84	\$488,041	1.4%
UST NTS 4% 043032	91282CNA5	430,000	100.27	\$431,140	1.3%
UST NTS 4.25% 051535	91282CNC1	850,000	100.20	\$851,726	2.5%
UST NTS 4.25% 111534	91282CLW9	785,000	100.47	\$788,674	2.3%
UST NTS 4.375%113030	91282CJM4	720,000	102.70	\$739,433	2.2%
UST NTS 4.375% 051534	91282CKQ3	475,000	101.72	\$483,180	1.4%
UST NTS 2.75% 081532	91282CFF3	635,000	92.50	\$587,375	1.7%
UST NTS 3.875% 081533	91282CHT1	720,000	98.70	\$710,604	2.1%
UST NTS 4.625% 021535	91282CMM0	315,000	103.25	\$325,238	1.0%
UST STRIP 0% 081534	912821QH1	955,000	68.83	\$657,298	1.9%
VANGUARD INTRMDT TERM CP	VCIT	87,844	83.33	\$7,320,041	21.3%
 High Yield Taxable Fixed Income				\$436,421	1.3%
AMERICAN HIGH INCM TR F2	AHIFX	22,339	9.89	\$220,928	0.6%
E/V FLTNG RT ADV FD CL I	EIFAX	21,944	9.82	\$215,493	0.6%
 Taxable Cash Alternatives				\$11,652,993	33.9%
Cash Alternative	-	8,137,503	1.00	\$8,137,503	23.7%
ALLSPRING 100% TREAS INS	WOTXX	1,426,081	1.00	\$1,426,081	4.2%
UST BILL 0% 092325	912797QV2	700,000	99.53	\$696,703	2.0%
UST BILL 0.0 082825	912797PQ4	700,000	99.84	\$698,852	2.0%
UST BILL 0.0 103025	912797NA1	700,000	99.12	\$693,854	2.0%

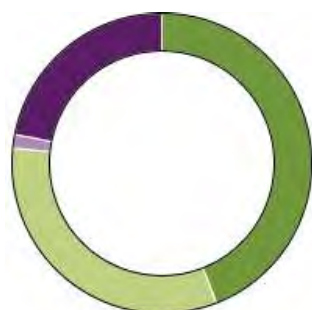
Portfolio Summary Total

\$34,387,777 100.0%

Each fund is assigned to a single asset class.

Asset Allocation: Asset Class Detail w/Holding(s)


As of 08/13/2025 for XXXX2461 - NMCIA LE



- U.S. Short Term Taxable Fixed Income (44.1%)
- U.S. Intermediate Term Taxable Fixed Income (32.5%)
- High Yield Taxable Fixed Income (1.5%)
- Taxable Cash Alternatives (21.9%)

Asset class/Security description	Ticker/Cusip	Quantity	Price	Market value	Allocation %
■ U.S. Short Term Taxable Fixed Income				\$18,925,666	44.1%
FHLB 4.125% 061430	3130AWGS3	450,000	101.44	\$456,498	1.1%
FHLB 4.15% 100328	3130B32K8	82,000	99.63	\$81,696	0.2%
FHLB 4.375% 030830	3130AV5P3	310,000	102.43	\$317,539	0.7%
FHLB 4.5% 030929	3130AVBD3	350,000	102.70	\$359,436	0.8%
FHLMC MTN 4.375% 011630	3134HA2L6	83,000	99.85	\$82,875	0.2%
FNMA 4.05% 091929	3135GAV99	83,000	99.45	\$82,545	0.2%
FNMA 4.45% 121228	3136GA3J6	82,000	100.00	\$81,996	0.2%
UST BILL 0% 112825	912797NL7	1,850,000	98.80	\$1,827,856	4.3%
UST BILL 0% 122625	912797NU7	7,900,000	98.51	\$7,781,895	18.1%
UST NTS 4.25%013126	91282CJV4	1,850,000	100.02	\$1,850,370	4.3%
UST NTS 3.25% 063029	91282CEV9	650,000	98.37	\$639,412	1.5%
UST NTS 3.75% 051528	91282CND9	700,000	100.26	\$701,827	1.6%
UST NTS 4.25% 113026	91282CLY5	300,000	100.54	\$301,605	0.7%
UST NTS 3.875% 043030	91282CMZ1	515,000	100.52	\$517,693	1.2%
UST NTS 3.875% 053127	91282CNE7	350,000	100.29	\$350,998	0.8%
UST NTS 3.875% 073130	91282CNN7	450,000	100.49	\$452,214	1.1%
UST NTS 3.875% 093029	91282CFLO	515,000	100.60	\$518,095	1.2%
UST NTS 4.125% 103127	91282CFU0	700,000	100.96	\$706,748	1.7%
UST NTS .5% 02/28/26	91282CBQ3	1,850,000	98.07	\$1,814,369	4.2%
■ U.S. Intermediate Term Taxable Fixed Income				\$13,971,199	32.5%

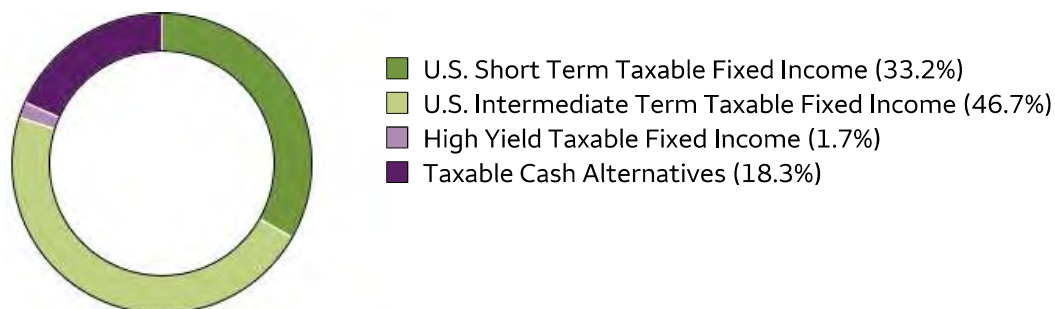
Asset class/Security description	Ticker/Cusip	Quantity	Price	Market value	Allocation %
FFCB 2.38% 031632	3133ENRW2	285,000	90.41	\$257,657	0.6%
FFCB 3.7% 072634	3133ENC81	166,000	94.38	\$156,667	0.4%
FFCB 4% 011331	3133ETGR2	200,000	100.55	\$201,094	0.5%
FFCB 5.23% 082032	3133ERPZ8	166,000	99.75	\$165,582	0.4%
FFCB 5.26% 111433	3133ERA43	83,000	99.58	\$82,653	0.2%
FFCB 5.34% 091332	3133ERSR3	166,000	99.97	\$165,949	0.4%
FFCB 5.45% 122033	3133ERM57	166,000	99.80	\$165,673	0.4%
FHLB 4.5% 061132	3130AUF33	225,000	102.53	\$230,681	0.5%
FHLB 4.7% 091230	3130B2N68	166,000	99.60	\$165,338	0.4%
FHLB 4.75% 013031	3130AYQP4	83,000	100.01	\$83,008	0.2%
FHLB 5% 020934	3130AYUV6	83,000	99.95	\$82,954	0.2%
FHLB 5% 111334	3130B3NB5	83,000	99.06	\$82,221	0.2%
FHLB 5.12% 091831	3130B2PA7	83,000	99.90	\$82,915	0.2%
FHLMC 6.25% 7/15/32	3134A4KX1	310,000	113.60	\$352,160	0.8%
FHR 4223 HB 3%071533	3137B3LP1	650,000	96.48	\$329,145	0.8%
FNR 24-103 MV 5.5%122535	3136BUPE4	200,000	103.08	\$197,917	0.5%
G2 3735 5% 07/20/35	36202EEG0	1,879,718	101.13	\$27,496	0.1%
G2 3747 5% 08/20/35	36202EEU9	1,920,000	101.07	\$31,220	0.1%
G2 3852 6% 05/20/36	36202EH51	500,000	104.91	\$6,433	0.0%
G2 3966 6% 03/20/37	36202EMP1	500,000	105.12	\$5,021	0.0%
GN II 3403 5.5% 6/20/33	36202DX89	500,000	102.25	\$4,460	0.0%
GNR 25-51 AV 5%032036	38385DT55	300,000	101.85	\$298,487	0.7%
UST NTS 4% 013131	91282CJX0	515,000	100.84	\$519,300	1.2%
UST NTS 4% 043032	91282CNA5	560,000	100.27	\$561,484	1.3%
UST NTS 4% 073132	91282CNR8	450,000	100.16	\$450,702	1.1%
UST NTS 4.25% 051535	91282CNC1	610,000	100.20	\$611,238	1.4%
UST NTS 4.25% 111534	91282CLW9	350,000	100.47	\$351,638	0.8%
UST NTS 4.375%113030	91282CJM4	515,000	102.70	\$528,900	1.2%
UST NTS 4.375% 051534	91282CKQ3	350,000	101.72	\$356,027	0.8%
UST NTS 2.75% 081532	91282CFF3	550,000	92.50	\$508,750	1.2%
UST NTS 3.875% 081533	91282CHT1	515,000	98.70	\$508,279	1.2%
UST NTS 4.625% 021535	91282CMM0	575,000	103.25	\$593,688	1.4%
UST STRIP 0% 081534	912821QH1	660,000	68.83	\$454,258	1.1%
VANGUARD INTRMDT TERM CP	VCIT	64,229	83.33	\$5,352,203	12.5%
<div> <div></div> High Yield Taxable Fixed Income </div>				\$625,445	1.5%

Asset class/Security description	Ticker/Cusip	Quantity	Price	Market value	Allocation %
AMERICAN HIGH INCM TR F2	AHIFX	32,022	9.89	\$316,694	0.7%
EATON VANCE FLTG RATE -I	EIBLX	37,561	8.22	\$308,751	0.7%
 Taxable Cash Alternatives				\$9,418,590	21.9%
Cash Alternative	-	1,748,876	1.00	\$1,748,876	4.1%
ALLSPRING 100% TREAS INS	WOTXX	2,147,704	1.00	\$2,147,704	5.0%
UST BILL 0% 092325	912797QV2	1,850,000	99.53	\$1,841,287	4.3%
UST BILL 0.0 082825	912797PQ4	1,850,000	99.84	\$1,846,966	4.3%
UST BILL 0.0 103025	912797NA1	1,850,000	99.12	\$1,833,757	4.3%
Portfolio Summary Total				\$42,940,899	100.0%

Each fund is assigned to a single asset class.

Asset Allocation: Asset Class Detail w/Holding(s)

As of 08/13/2025 for XXXX2635 - NMCIA ML



Asset class/Security description	Ticker/Cusip	Quantity	Price	Market value	Allocation %
U.S. Short Term Taxable Fixed Income				\$10,106,132	33.2%
FFCB 4.37% 041630	3133ETDA2	400,000	100.68	\$402,724	1.3%
FHLB 3.25% 111628	3130AFFX0	400,000	98.73	\$394,916	1.3%
FHLB 4.375% 030830	3130AV5P3	400,000	102.43	\$409,728	1.4%
FNMA 0.875% 080530	3135G05Q2	500,000	86.82	\$434,115	1.4%
FNMA 2.125% 042426	3135G0K36	400,000	98.71	\$394,856	1.3%
UST BILL 0% 112825	912797NL7	1,000,000	98.80	\$988,030	3.3%
UST BILL 0% 122625	912797NU7	2,500,000	98.51	\$2,462,625	8.1%
UST NTS 4% 011527	91282CJT9	400,000	100.30	\$401,184	1.3%
UST NTS 4.25%013126	91282CJV4	1,000,000	100.02	\$1,000,200	3.3%
UST NTS 3.75% 051528	91282CND9	535,000	100.26	\$536,396	1.8%
UST NTS 4.125%021527	91282CKA8	1,000,000	100.52	\$1,005,190	3.3%
UST NTS 4.25% 031527	91282CKE0	1,000,000	100.77	\$1,007,690	3.3%
UST NTS 3.875% 043030	91282CMZ1	665,000	100.52	\$668,478	2.2%
U.S. Intermediate Term Taxable Fixed Income				\$14,188,404	46.7%
FFCB 2.38% 031632	3133ENRW2	375,000	90.41	\$339,023	1.1%
FHLB 4.5% 061132	3130AUF33	265,000	102.53	\$271,691	0.9%
FHLMC 6.25% 7/15/32	3134A4KX1	410,000	113.60	\$465,760	1.5%
FHLMC 6.75% 3/15/2031	3134A4AA2	200,000	114.41	\$228,826	0.8%
FHR 4223 HB 3%071533	3137B3LP1	850,000	96.48	\$430,421	1.4%
FNR 24-103 MV 5.5%122535	3136BUPE4	260,000	103.08	\$257,292	0.9%

Asset class/Security description	Ticker/Cusip	Quantity	Price	Market value	Allocation %
G2 3430 6% 8/20/33	36202DY39	600,000	103.28	\$5,743	0.0%
G2 3852 6% 05/20/36	36202EH51	1,000,000	104.91	\$12,866	0.0%
G2 3966 6% 03/20/37	36202EMP1	1,000,000	105.12	\$10,041	0.0%
G2 4084 5.5% 02/20/38	36202ERD3	2,000,000	103.08	\$22,768	0.1%
G2 4097 5% 03/20/38	36202ERS0	1,200,000	101.45	\$15,165	0.1%
G2 4369 5% 022039	36202E2A6	1,000,000	101.39	\$15,337	0.1%
GNMA 781414 5.5% 3/15/32	36225BSB5	1,595,000	101.68	\$6,549	0.0%
GNMA II 3094 6% 06/20/31	36202DNK3	265,000	103.61	\$634	0.0%
GNR 25-51 AV 5%032036	38385DT55	390,000	101.85	\$388,033	1.3%
UST NTS 4% 043032	91282CNA5	400,000	100.27	\$401,060	1.3%
UST NTS 4.25% 051535	91282CNC1	790,000	100.20	\$791,604	2.6%
UST NTS 4.25% 111534	91282CLW9	400,000	100.47	\$401,872	1.3%
UST NTS 4.375%113030	91282CJM4	665,000	102.70	\$682,948	2.3%
UST NTS 4.375% 051534	91282CKQ3	440,000	101.72	\$447,577	1.5%
UST NTS 2.75% 081532	91282CFF3	700,000	92.50	\$647,500	2.1%
UST NTS 3.875% 081533	91282CHT1	665,000	98.70	\$656,322	2.2%
UST NTS 4.625% 021535	91282CMM0	650,000	103.25	\$671,125	2.2%
UST STRIP 0% 081534	912821QH1	375,000	68.83	\$258,101	0.9%
VANGUARD INTRMDT TERM CP	VCIT	81,125	83.33	\$6,760,146	22.2%
High Yield Taxable Fixed Income				\$530,406	1.7%
AMERICAN HIGH INCM TR F2	AHIFX	27,149	9.89	\$268,508	0.9%
E/V FLTNG RT ADV FD CL I	EIFAX	26,670	9.82	\$261,899	0.9%
Taxable Cash Alternatives				\$5,576,765	18.3%
Cash Alternative	-	858,840	1.00	\$858,840	2.8%
ALLSPRING 100% TREAS INS	WOTXX	1,733,055	1.00	\$1,733,055	5.7%
UST BILL 0% 092325	912797QV2	1,000,000	99.53	\$995,290	3.3%
UST BILL 0.0 082825	912797PQ4	1,000,000	99.84	\$998,360	3.3%
UST BILL 0.0 103025	912797NA1	1,000,000	99.12	\$991,220	3.3%

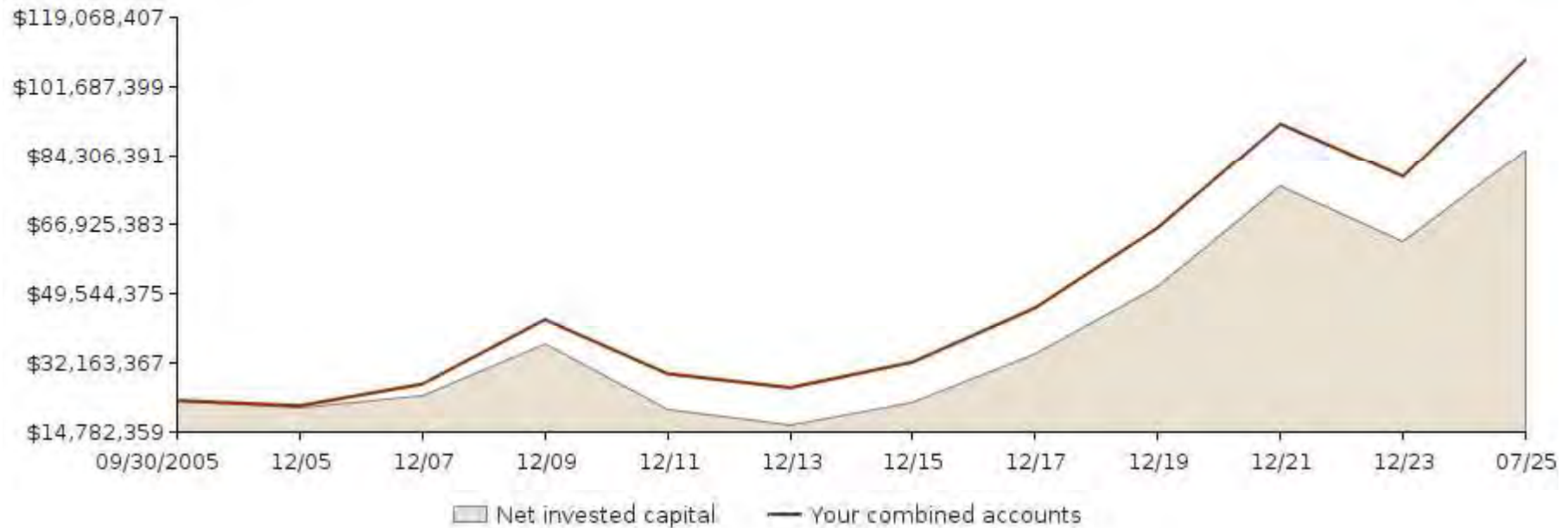
Portfolio Summary Total

\$30,401,709 100.0%

Each fund is assigned to a single asset class.

Value vs. Net Investment: Total Returns

As of date 07/31/2025 for your combined accounts



	MTD	QTD	YTD	2022	2023	2024	Annualized Since inception 09/30/05
Total beginning market value	\$108,685,391	\$108,685,391	\$77,639,069	\$92,120,616	\$71,060,494	\$78,756,183	\$22,501,115
Deposits minus withdrawals	-\$481,395	-\$481,395	\$27,582,738	-\$17,364,938	\$3,610,518	-\$4,521,980	\$63,163,723
Net invested capital	\$108,203,996	\$108,203,996	\$105,221,807	\$74,755,677	\$74,671,012	\$74,234,202	\$85,664,839
Investment results	\$40,008	\$40,008	\$3,022,196	-\$3,695,183	\$4,085,170	\$3,404,867	\$22,579,165
Total ending market value	\$108,244,004	\$108,244,004	\$108,244,004	\$71,060,494	\$78,756,183	\$77,639,069	\$108,244,004
Your net time-weighted returns	0.04%	0.04%	3.12%	-4.06%	5.55%	3.82%	2.56%

Net invested capital is your combined accounts' market value at the beginning of a stated time period plus deposits and minus withdrawals. Past performance is no guarantee of future results. Please see the Important Information section at the end of this report for details about your returns.

Performance Details by Account

As of 07/31/2025 for your combined accounts

	Beginning market value	Additions	Withdrawals	Net invested capital	Jul 31, 2025 market value	Investment results	Annualized return
NMCIA LE-XXXX2461							
YTD	\$25,060,778	\$33,899,336	-\$17,992,747	\$40,967,367	\$42,042,103	\$1,074,736	2.94%
Since inception date: Sep 30, 2005	\$7,536,439	\$318,574,030	-\$291,844,690	\$34,265,779	\$42,042,103	\$7,776,323	2.68%
NMCIA ML-XXXX2635							
YTD	\$28,015,320	\$13,200,301	-\$7,386,241	\$33,829,380	\$34,893,116	\$1,063,735	3.09%
Since inception date: Sep 30, 2005	\$10,075,801	\$207,993,576	-\$191,779,014	\$26,290,363	\$34,893,116	\$8,602,753	2.59%
NMCIA WC-XXXX2548							
YTD	\$24,562,971	\$12,238,454	-\$6,376,365	\$30,425,060	\$31,308,785	\$883,725	3.43%
Since inception date: Sep 30, 2005	\$4,888,875	\$158,532,704	-\$138,312,883	\$25,108,696	\$31,308,785	\$6,200,089	2.47%

Annualized, net time-weighted rates of return are depicted. The YTD return may represent performance for a period less than the full YTD time frame. Returns are annualized for the time periods greater than one year. Past performance is no guarantee of future results. This amount(s) may differ from your account statement and elsewhere within this report due to a variety of factors including the treatment of accrued income and dividends, rounding and other considerations. Please see the Important Information section for details about your returns.

Performance Returns by Account

As of 07/31/2025 for your combined accounts

Net Time-Weighted Returns

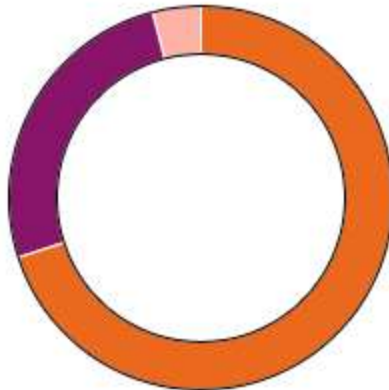
Description/Inception date	Market value	MTD	QTD	YTD	1 year	Annualized 3 year	Annualized 5 year	Annualized 10 year	Annualized Since inception
NMCIA LE - XXXX2461/ Sep 30, 2005	\$42,042,103	0.1%	0.1%	2.94%	4.11%	3.56%	1.66%	1.7%	2.68%
NMCIA ML - XXXX2635/ Sep 30, 2005	\$34,893,116	0.03%	0.03%	3.09%	4.17%	3.5%	1.55%	1.77%	2.59%
NMCIA WC - XXXX2548/ Sep 30, 2005	\$31,308,785	-0.04%	-0.04%	3.43%	5%	3.66%	1.59%	2.05%	2.47%

Annualized, net time-weighted rates of return are depicted. The YTD return may represent performance for a period less than the full YTD time frame. Returns are annualized for the time periods greater than one year. Past performance is no guarantee of future results.
This amount(s) may differ from your account statement and elsewhere within this report due to a variety of factors including the treatment of accrued income and dividends, rounding and other considerations. Please see the Important Information section for details about your returns.

Fixed Income Summary

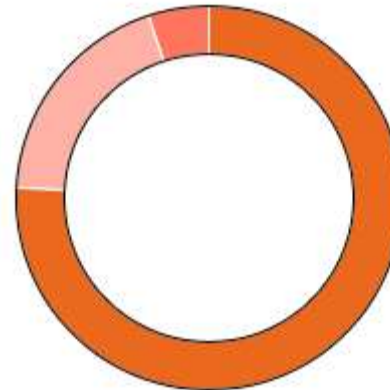
As of 08/13/2025 for your combined accounts

Security Sub Type



Security sub type	Market value	% Fxd income
Government Bond	56,743,342	70.00%
Bond Fund	21,024,662	25.90%
Mortgage Backed Security	3,310,345	4.10%
Total	\$81,078,348	100%

Credit Quality Ratings



Credit quality ratings	% Fxd income
Treasury	75.80%
CDs	-
Agency	19.10%
AAA	-
AA	-
A	-
BBB	-
Below inv grade	-
Not rated	-
N/A	5.10%
Total	100%

Bond Statistics

Statistic	Taxable	Tax exempt
Weighted avg coupon	3.03%	-
Yield at purchase	4.27%	-
Yield to maturity	4.25%	-
Yield to worst	4.25%	-
Weighted avg maturity: 3.66 yrs		
Total duration: 3.56 yrs		

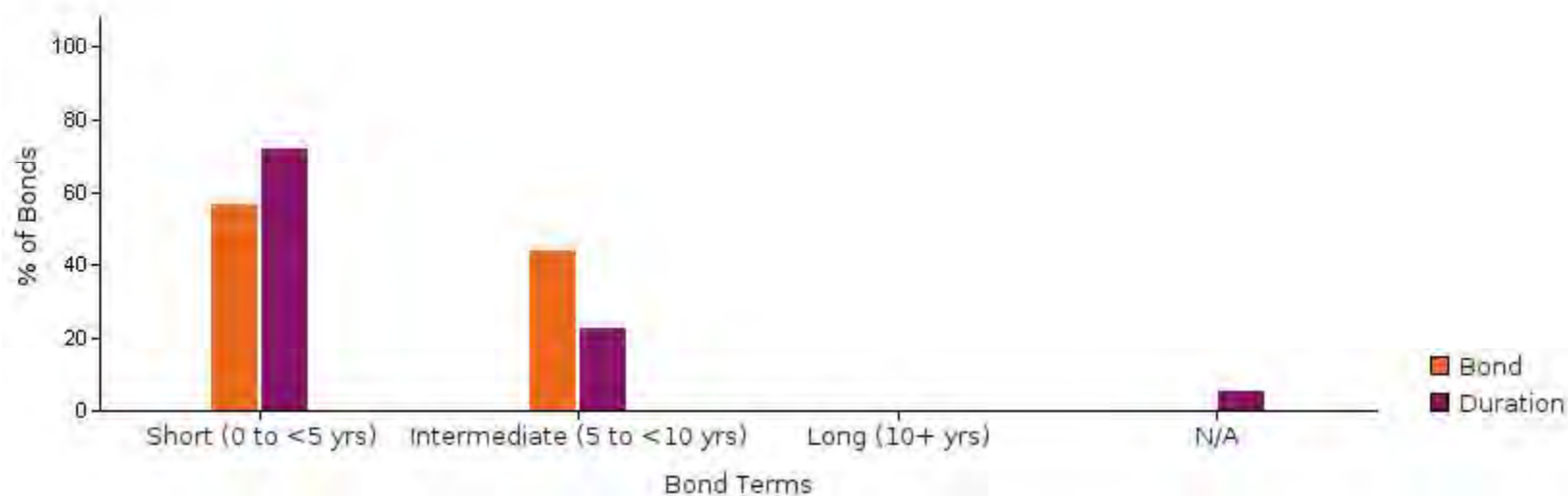
Estimated Income Annualized

Month	Estimated income annualized
09/2025	229,896
10/2025	137,274
11/2025	371,882
12/2025	396,471
01/2026	250,805
02/2026	238,743
03/2026	229,896
04/2026	201,886
05/2026	309,991
06/2026	150,452
07/2026	207,961
08/2026	234,118
Total	\$2,959,374
Taxable	\$2,959,374
Tax exempt	-
Subject to AMT	-

The asset classification of Corporate Bonds includes holdings of Certificates of Deposit. Funds include open end mutual funds, exchange-traded funds, closed end funds. Estimated Income Annualized (EIA) takes your current income, based on the current dividends or interest paid by your securities and multiplies it to create an annualized hypothetical figure. It does not reflect actual or future

performance and should not be relied upon when making financial decisions. All annualizations are based upon current positions using a simple mathematical calculation and assumes all figures remain constant for a year; any subsequent position changes will affect these calculations. Calculations for certain types of securities could include a return of principal or capital gain, in which case the figures would be overstated. Past performance is not a guarantee of future results. Dividend payments are made solely at the discretion of the issuer and are subject to be changed or eliminated at any time. Estimated Income is an estimate and the actual income might be lower or higher than the estimated amount. Estimated income reflects only the income generated by an investment. It does not reflect changes in price, which may fluctuate. The Credit Quality Rating shown takes the lower of the two credit agency ratings between Moody's and Standard & Poor's and converts it to the equivalent S&P major rating category. Credit Quality Ratings and Bond Statistics sections do not include bond funds. Bond Statistics are weighted averages based on market value of bonds in the portfolio. Yield calculations are based on yield prices that may change monthly. Fixed income holdings, where the information is not available, are excluded from the Yield at Purchase, Yield to worst, Yield to maturity, Total duration, Weighted average coupon and Weighted average maturity calculations. For more information, including fixed income descriptions, please see the Important Information section at the end of this report.

Bond Term vs. Duration



Bond: 56% of bonds with short bond terms (0 to <5 yrs), 44% of bonds with intermediate bond terms (5 to <10 yrs), 0% of bonds with long bond terms (10+ yrs), 0% of bonds with a N/A bond terms.

Duration: 72% of bonds with short bond terms (0 to <5 yrs), 23% of bonds with intermediate bond terms (5 to <10 yrs), 0% of bonds with long bond terms (10+ yrs), 5% of bonds with a N/A bond terms.

Total portfolio value: \$107,730,384

Bond term indicates years to redemption date as defined in the Important Information section. Mortgage-backed securities (MBSs) include asset-backed securities (ABSs), pass-throughs and collateralized mortgage obligations (CMOs). For MBSs, the full market value is displayed at the average life of each security, when available. Duration indicates calculated option adjusted duration. 'Bonds' include preferred stocks.

In the Callable Analysis chart, MBS includes all prepaying securities. Callable value applies next call price and date to the remaining principal. Call premiums may decline subsequent to the initial call date. Extraordinary call features may exist that are not represented in this report. Bond Term vs. Duration and Callable Analysis sections do not include bond funds. For more information, including fixed income descriptions, please see the Important Information section at the end of this report.

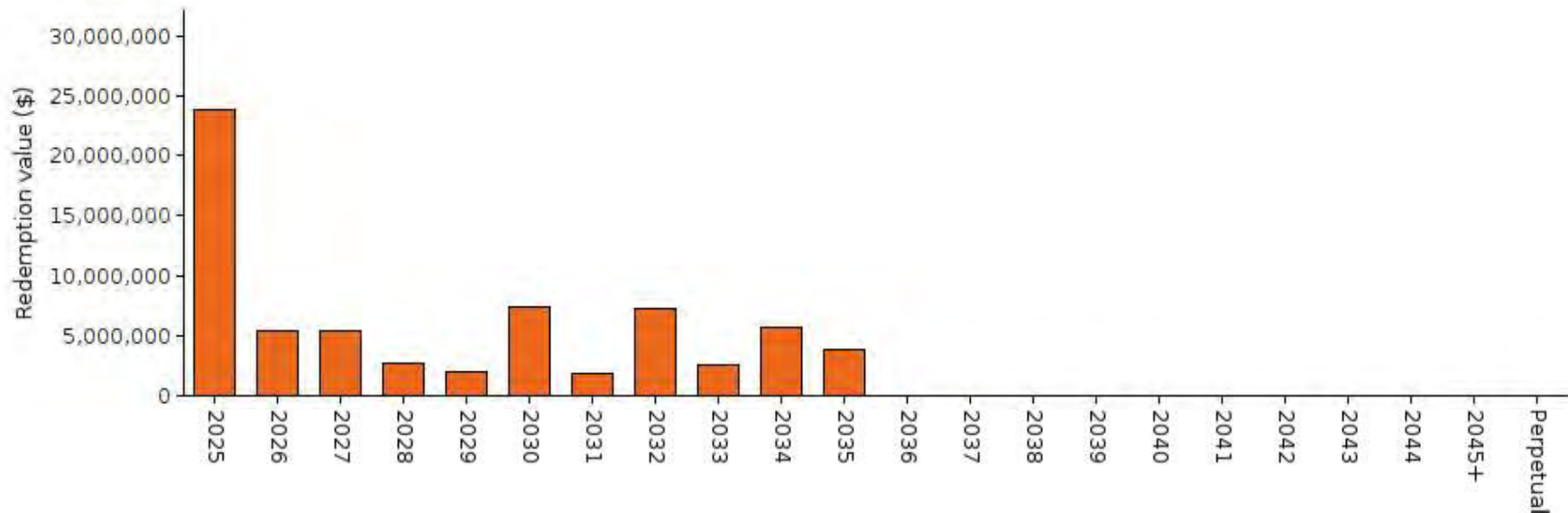
Callable Analysis

Term	Callable value	Market value
MBS	-	3,310,345
0 to <1 yrs	3,799,000	3,790,932
1 to <2 yrs	638,000	638,492
2 to <3 yrs	-	-
3 to <4 yrs	-	-
4 to <5 yrs	-	-
5 to <7 yrs	-	-
7+ yrs	-	-
Not Available	-	-
Non-Callable	-	52,313,918
Total	\$4,437,000	\$60,053,687

Fixed Income Redemption Distribution

As of 08/13/2025 for your combined accounts

Coupon subtotals and totals are weighted averages based on redemption value



Description	Redemption value (\$)	Weighted average coupon	Weighted average coupon remaining
2025	23,900,000	0.000%	3.759%
2026	5,400,000	2.808%	2.409%
2027	5,400,000	3.939%	2.312%
2028	2,679,000	3.773%	2.386%
2029	2,061,000	3.804%	2.398%
2030	7,453,000	3.988%	2.251%
2031	1,874,000	4.530%	2.382%
2032	7,245,000	4.098%	2.244%
2033	2,613,000	4.288%	2.367%
2034	5,740,000	2.821%	2.406%
2035	3,790,000	4.402%	2.325%
2036	-	-	-

Description	Redemption value (\$)	Weighted average coupon	Weighted average coupon remaining
2037	-	-	-
2038	-	-	-
2039	-	-	-
2040	-	-	-
2041	-	-	-
2042	-	-	-
2043	-	-	-
2044	-	-	-
2045 or later	0		
2045	-	-	-
Perpetual	-	-	-
Fixed income redemption distribution total	68,155,000	2.441%	0.000%

Redemption value (remaining principal) of mortgage backed securities: \$3,309,579

Market value of securities with undefined redemption value: \$0

This report shows the schedule of principal payments of securities calculated as of the date of the report. Payments are not guaranteed. Unforeseen events could occur which could cause the estimated principal payments to differ from stated values. Bonds in default will not display a redemption value. The redemption value applies the redemption price to the remaining principal or the number of shares. These schedules assume that bonds are not called. Call features may be exercised as stated elsewhere at any time. On Treasury Inflation Index securities (TIPs), we have applied the most recent Index Ratio to the redemption price. Actual redemption value will not be less than the face amount on TIPs if held to maturity. 100% Principal protected structured products (when held to maturity) will be displayed at their face amount as the redemption value.

Mortgage backed securities (MBSs) are not represented in this report as it is not possible to accurately predict principal prepayments.

Securities with undefined redemption value, such as mandatory convertible securities and structured products (other than those with 100% principal protection), do not have a defined redemption value and are not represented in the bar charts. The market value of these securities is displayed beneath the table. These securities will display N/A as the redemption value in the year of their scheduled redemption.

Important Information

Accounts Included:

Internal Accounts

XXXX2548 ^P NMCIA WC

XXXX2461 ^P NMCIA LE

XXXX2635 ^P NMCIA ML

^P Indicates an account included in the performance information within the report.

This Account listing represents a portfolio of assets and/or liabilities owned by you based on our records of transactions processed through us or supplemental information supplied by you. The information contained in this report may not reflect all holdings or transactions, their costs, or proceeds in your household. We rely on you to review the accuracy and completeness of your externally held account information, and to notify your advisor if any updates are needed. Any assets and liabilities you currently hold away from our Firm may not be covered by SIPC.

Transactions requiring tax consideration should be reviewed carefully with your accountant or tax advisor. Unless otherwise indicated, market prices are only indications of market values, are subject to change, and may not reflect the value at which securities could be sold.

This report is not the official record of your account. However, it has been prepared to assist you with your investment planning and is for informational purposes only. Your account statements and/or trade confirms are considered the official and accurate records of your account activity. Therefore, if there are any discrepancies between this report and your statements and/or trade confirms, you should rely on your statements and/or trade confirms.

For a complete list of accounts used in this report or if you have more questions related to this report, please contact your advisor.

Certain assets are excluded from performance calculations. Selected annuities, certain types of direct investments, mutual funds held outside

the firm, precious metals, coins, bullion, or any assets subject to tax-withholdings (TEFRA) are among the assets not included in values or performance calculations.

For performance market values, we include account accruals in the calculations. Accruals are accumulated interest or income that your individually held assets have earned over time but have not been recorded or paid out yet. Because you are legally entitled to receive this interest and income as the holder of the assets, we factor these accruals as part of the assets' appreciation value. For non-performance market values, we do not include accruals as part of the calculation.

Where your account holds alternative investments, the alternative investment valuations used to calculate the investment performance presented in this report are based on valuation reporting we receive from fund sponsors. In certain instances, the most recent valuations provided by fund sponsors may be delayed by as much as six months or more and may not reflect distributions made over the prior six-plus months. As a result, the performance returns shown may be based on stale valuations and may be higher or lower than performance returns based on current valuations. As such, if you own alternative investments, the account level and alternatives performance presented in this report may not reflect the current value of your holdings. Please refer to the statement provided by the applicable alternative fund sponsor for the most up-to-date valuation of holdings.

A portion of the financial data used to generate this report may be provided to Wells Fargo Advisors by third-party vendors. While this third-party information is believed to be reliable, it has not been verified.

Asset Classification

Asset Classes for mutual funds, variable annuities and exchange-traded funds are derived from Morningstar Categories. Underlying holdings classification provided by Morningstar. ©2025 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Asset classification of holdings in external accounts where classification is not readily available may be assigned to a multi-asset class category or reassigned into additional asset classes by your Financial Advisor which may not be the most accurate asset class based on the holding's characteristics and risk profile. It is your responsibility to review the asset classification for external accounts and notify us of any changes.

Account Return Methodology

Account returns are annualized for time periods greater than one year. Past performance is no guarantee of future results.

Net Time Weighted rates of return are independent of the timing and magnitude of your cash flow decisions and are calculated after the deduction of program fees. Each return period is given an equal weighting, regardless of the portfolio value. Gross Time Weighted rates of return are independent of the timing and magnitude of your cash flow decisions and are calculated before the deduction of all fees. Each return period is given an equal weighting, regardless of the portfolio value.

Money Weighted rates of return reflect your decisions to deposit assets to or withdraw assets from your accounts and are calculated after the deduction of all fees. They give more weight to returns in periods with higher portfolio values and, as a result, should not be used to measure performance of an investment manager.

Fixed Income Securities (Bonds)

Investments in fixed-income securities are subject to market, interest rate, credit/default, inflation and other risks. Bond prices fluctuate inversely to changes in interest rates. Therefore, a general rise in interest rates can result in the decline in the bond's price. Lower rated securities are speculative and involve greater risk of default.

YTW: Yield to worst is the lowest of all yields to calls or the yield to maturity. Yield to maturity is the yield that would be realized on a fixed income security if it were held to the maturity date. Yield at purchase is calculated based on the purchase date and price of each position (if available) and represents the yield to worst at the time of purchase. At the

subtotal and total levels, yields are weighted averages for that grouping.

Duration, if available, is option adjusted duration and is used to provide a measurement of price volatility. For example, a duration of 4 means that a shift in prevailing rates 100 basis points (1%) in a 1 year period should shift the price in the opposite direction by 4%. Duration will not be calculated on Structured Products or other securities for which required data is not available. Modified Duration, unlike Effective Duration, assumes cash flows do not change and does not take into account embedded call options.

YTM: Yield to Maturity is calculated to the redemption date based on the yield price and not on current market price.

Yield at purchase is the yield to worst based on original price and purchase date.

Weighted avg coupon: Weighted average coupon at the subtotal and total levels is the weighted average coupon that has been calculated based on the market value of the securities within that grouping.

Weighted avg maturity: Weighted average maturity is a measure of the overall maturity of the fixed income securities in a portfolio. The higher the weighted average maturity the longer it takes for all these securities in the portfolio to mature.

Term: Short-term bonds have effective maturities of five years or less, intermediate bonds have effective maturities between five and ten years; and long-term bonds have maturities of ten years or longer. Income from tax exempt bonds is generally free from federal and state taxes for residents of the issuing state. While the interest income is tax-free, capital gains if any are subject to taxes. Income of certain tax-exempt bonds may be subject to the Federal Alternative Minimum Tax (AMT).

Credit Quality Ratings: Bond rating firms, such as Moody's and Standard & Poor's, use different designations consisting of upper- and lower-case letters 'A' and 'B' to identify a bond's credit quality rating. 'AAA' and 'AA' (high credit quality) and 'A' and 'BBB' (medium credit quality) are considered investment grade. Credit ratings for bonds below these designations ('BB', 'B', 'CCC', etc.) are considered low credit quality, and are commonly referred to as junk bonds.

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

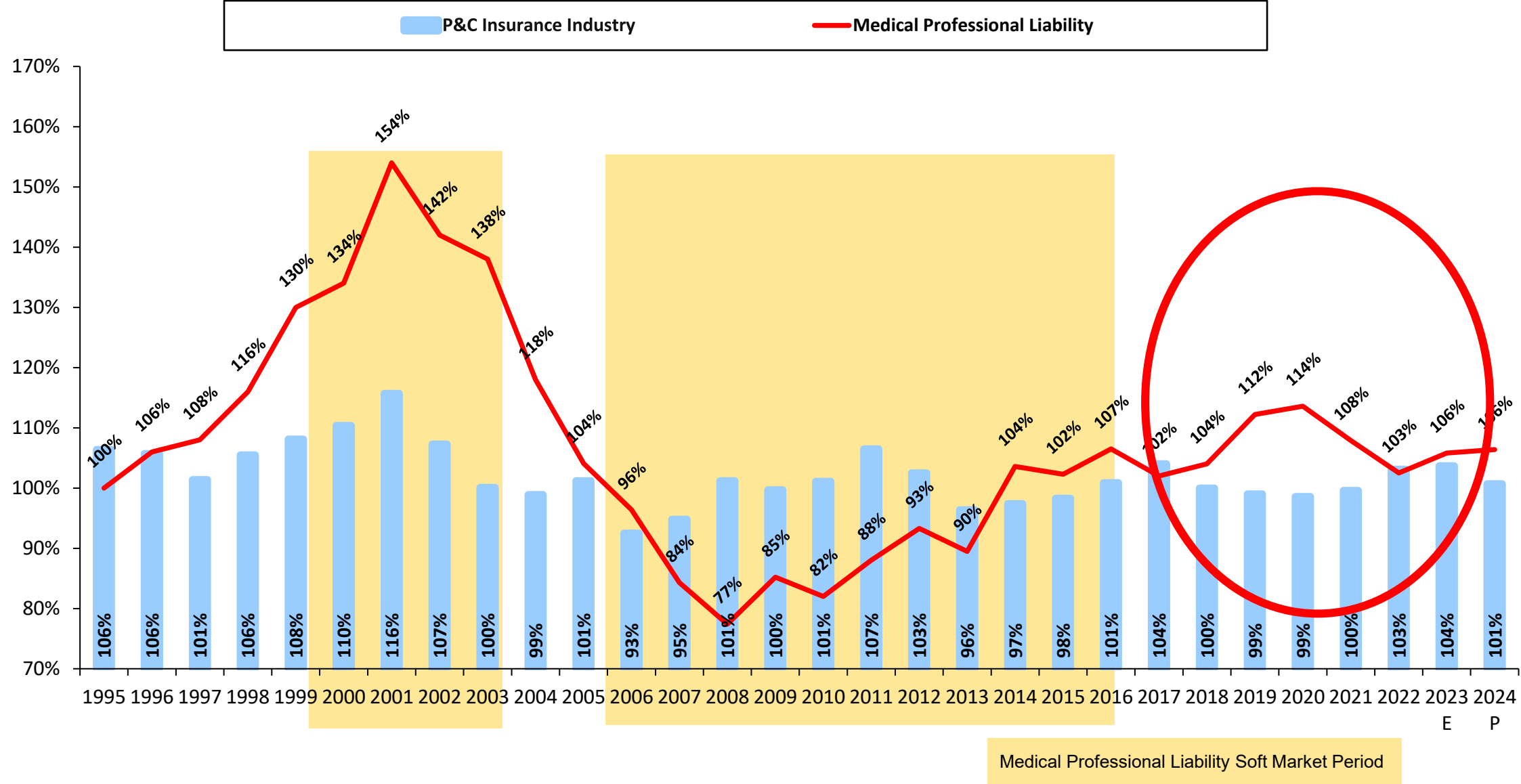
<u>Item Number:</u> 6.A.	<u>Item Title:</u> Pricing for Med Mal Coverage in County Jails
<u>Presenter (s):</u> John Chino, Area Vice President, Gallagher Nasreen Kopecky, Account Manager	

Medical Malpractice in Detention

Gallagher

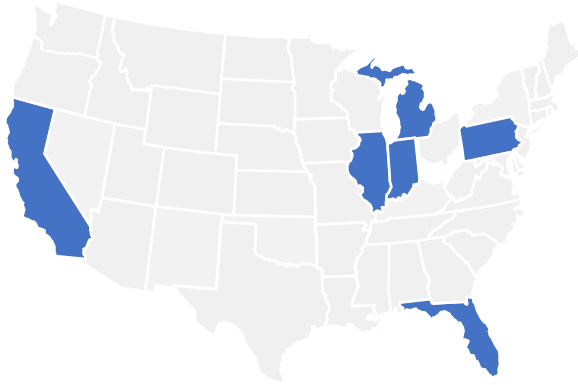


Medical Professional Liability – Combined Ratios



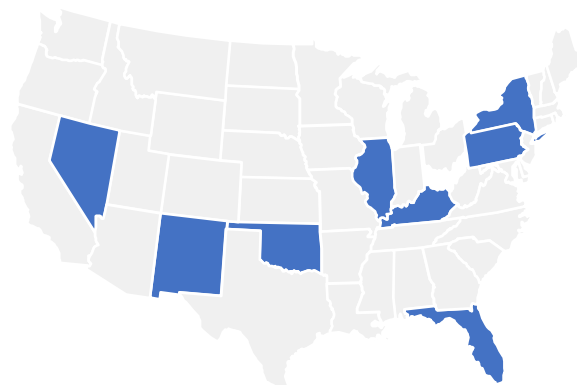
Medical Professional Liability – Loss Trends – No Safe Venues – Top 10 Jury Verdicts

2024 YTD



1. \$535.0M – Champaign Co., IL
2. \$120.0M – Detroit, MI
3. \$75.0M – Cook Co., IL
4. \$39.9M – Cook Co., IL
5. \$31.9M – Broward, Co., FL
6. \$30.0M – Tampa, FL
7. \$28.7M – Los Angeles, CA
8. \$14.0M – Cook Co. IL
9. \$11.2M – Elkhart, IN
10. \$11.0M – Luzerne Co., PA

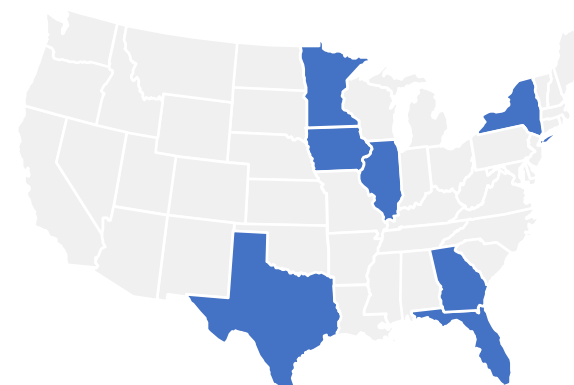
2023



1. \$485.0M – Rio Arriba Co., **NM**
2. \$261.4M – Sarasota Co., FL
3. \$182.7M – Philadelphia, PA
4. \$120.0M – Westchester Co., NY
5. \$82.0M – Federal Court (OK)
6. \$68.0M – **New Mexico**
7. \$55.0M – Chicago, IL
8. \$52.0M – Albuquerque, **NM**
9. \$48.0M – Broward Co., FL
10. \$47.0M – Las Vegas, NV¹

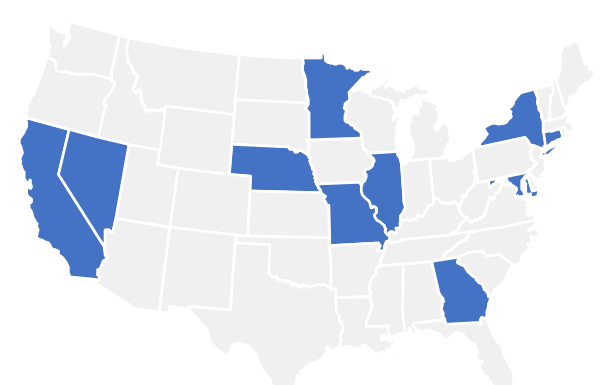
¹Award reduced to \$15.5M due to cap on non-economic damages

2022



1. \$118.0M – Macon, GA
2. \$111.3M – St. Cloud, MN
3. \$97.4M – Iowa City, IA
4. **\$95.0M – Houston, TX**
5. \$80.0M – Bronx, NY
6. \$77.2M – DeKalb Co., GA
7. \$75.0M – Fulton Co., GA
8. \$68.6M – Hillsborough Co., FL
9. \$49M – Cook Co., IL
10. \$45.3M – Cook Co., IL

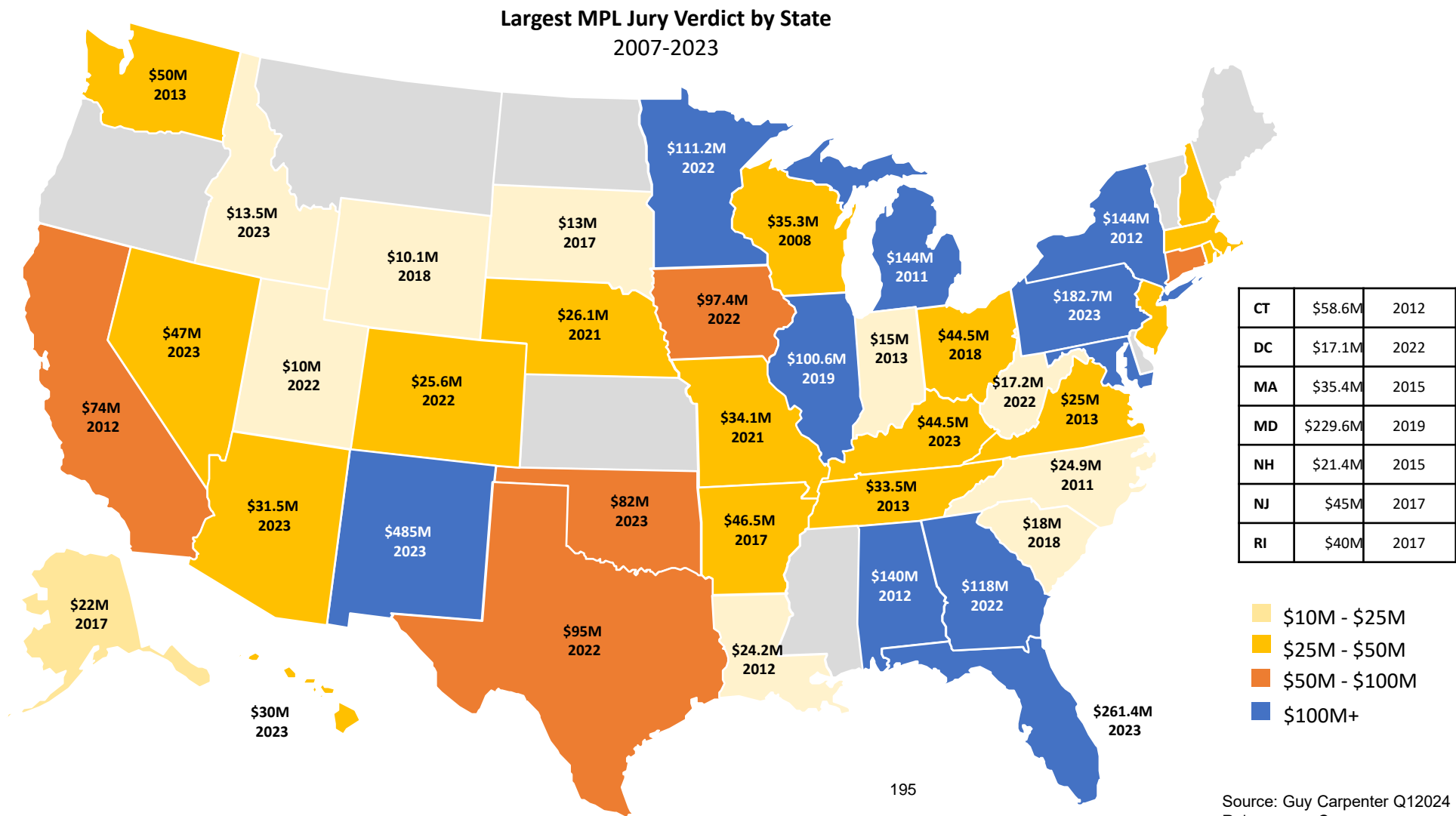
2021



1. \$49.8M – Fresno, CA
2. \$37.6M – Bristol, CT
3. \$34.8M – Baltimore, MD
4. \$34.1M – Green Co., MO
5. \$29.5M – Las Vegas, NV
6. \$26.1M – Douglas Co., NE
7. \$25.0M – Federal Court (MN)
8. \$14.8M – Vermillion Co., IL
9. \$13.5M – Jefferson Co., NY
10. \$12.0M – Perry, GA

Record Setting Verdicts Continue Across the Country

Ultimate Resolutions Remain Undetermined for Years, Adding Additional Uncertainty to Results



- 
- Medical autonomy implications
 - Implications of legislative involvement

42 U.S.C. § 1983 Claims



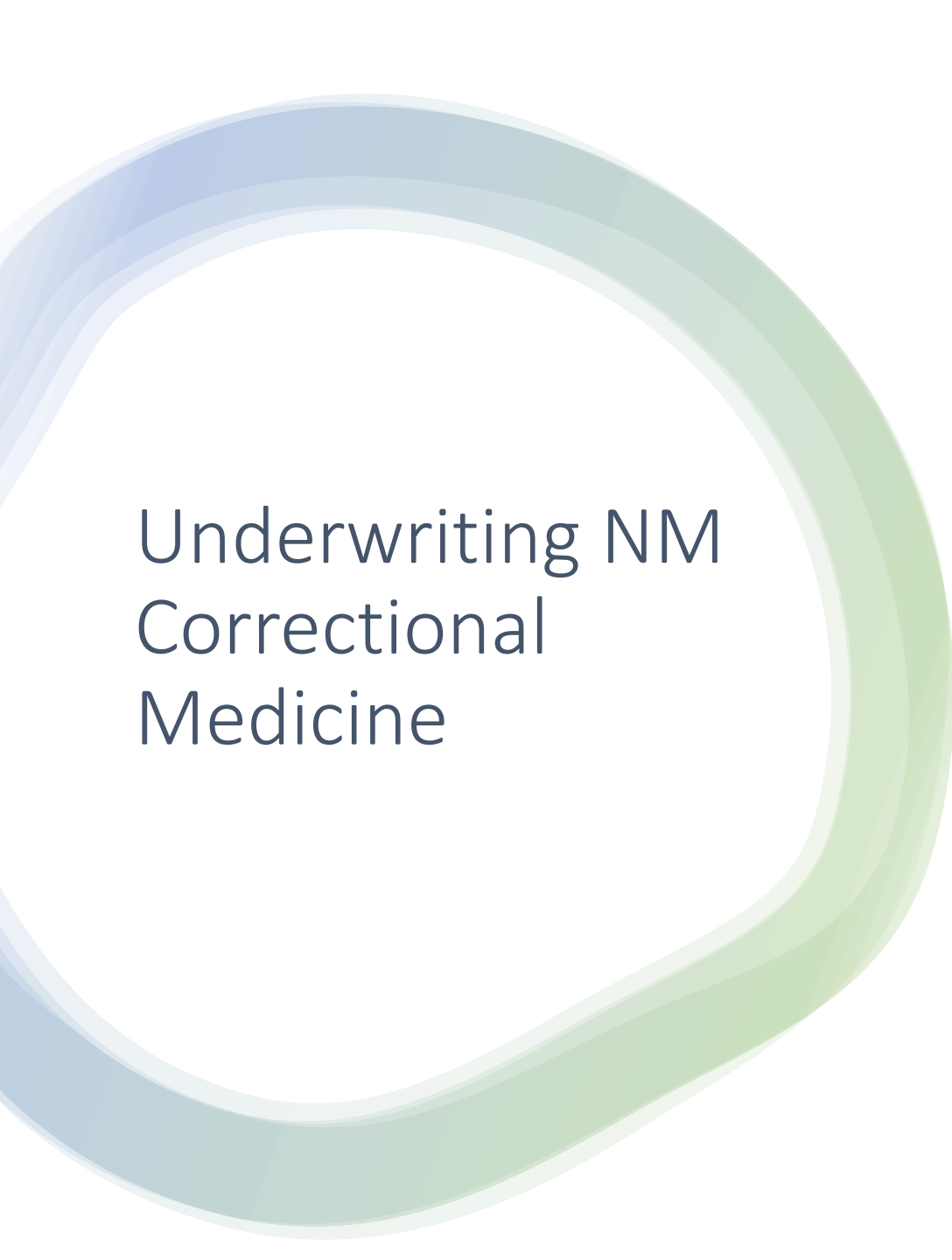
Section 1983 provides a claim for relief against state actors for violation of an inmate's federal rights



Nurses, doctors, and county employees can be sued individually, as part of the action



High evidentiary burden but lure of attorney's fees



Underwriting NM Correctional Medicine

- There are four companies that write Medical Malpractice for Detention (Gen Star, RSUI, Aspen, Ironshore).
- Those that write the policies generally restrict limits to \$1M/\$3M
- The following are the typical exposures to be rated:
 - Average Daily Population
 - Types of Medical Professionals to be covered
 - Location of the Facility
 - Loss Experience of the Facility (includes the contractor)

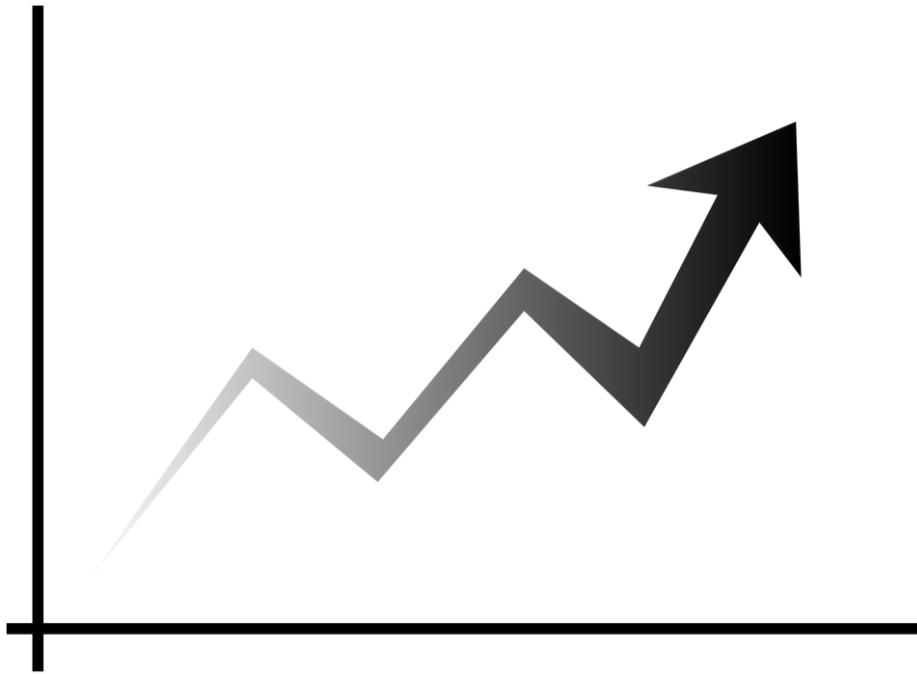
Deductibles vary from \$25k to \$50K with most having the latter but they can be higher for larger detention centers.

Underwriting NM Correctional Medicine

- Premiums typically start at \$100k
- Gallagher's Medical Malpractice Team provided the following:

State	ADP	Staff	Services	Limit	Deductible	Premium
LA	1300	19	Medical/Mental	\$1M/3M	\$25K	\$188,540
AZ	596	1	Dental/XRay	\$1M/3M	\$100k	\$80,000
FL	873	31	Medical & Mental	\$1M/3M	\$50k	\$297,000
FL	3,000	50	All	\$5M/5M	\$1.5M	\$498,000

Trends in Jail Healthcare Litigation



- More filings within past few years
 - Political climate
 - Some law firms are beginning to “specialize”
 - Lure of recovery of attorney fees
 - Nurses and Security Officers commonly named as individual defendants
 - Third Party Litigation Funding
- *Pro se* filings
 - Special Reports
 - Report and Recommendation

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 6.B.	<u>Item Title:</u> Board Attendance
<u>Presenter (s):</u> Lance Pyle, Chair	



NEW MEXICO COUNTY INSURANCE AUTHORITY POOL
Administered by New Mexico Counties

**NEW MEXICO COUNTY
INSURANCE AUTHORITY
BOARD OF DIRECTORS**

CHAIR

Lance Pyle

VICE CHAIR

Gregory S. Shaffer

NMC REPRESENTATIVE

Michael Meek

GEOGRAPHIC DIRECTORS

Jhonathan Aragon

Lance Pyle

Charlene Webb

Roberta Gonzales

CLASS A DIRECTORS

Lisa Sedillo-White

Shirley Ragin

Deborah Weir

Michael Meek

Gregory S. Shaffer

POPULATION DIRECTORS

Brandy Thompson

Kate Fletcher

Anthony Dimas, Jr.

EX-OFFICIO DIRECTORS

Terri Fortner

NMC President

Tina Dixon

NMC President Elect

Michael Eshleman, Attorney
Affiliate Representative

August 20, 2025

To: NMCIA Board

From: Chair Lance Pyle and Vice Chair Gregory S. Shaffer

Re: Board Member Meeting Attendance

We wanted to remind everyone that Board member attendance at regular and special meetings of the NMCIA Board is very important. As Board members, we all hold fiduciary duties to NMCIA and its member Counties, which include regular attendance and active participation at Board meetings. It is very difficult for consistent and effective governance when not all Board members are in attendance and actively participating.

Section IV, Board of Directors, of the NMCIA Bylaws, subsections B.4 and B.5 provide:

“A Director’s position may be declared vacant by the Board, when the Director has accumulated two (2) consecutive unexcused absences at duly called meetings for which the Director has received notice.”

“By the affirmative vote of three-quarters (3/4) of the Directors then serving, the Board of Directors may remove a Director from office at any time, with or without cause, whenever the Board of Directors, in its sole discretion, deems such removal to be in the best interests of the Authority, thereby creating a vacancy on the Board.”

We encourage everyone to put Board meeting dates on your calendar; New Mexico Counties staff have sent Outlook invites for all 2025 meetings.

In closing, we are all busy and can find ourselves overextended. If that happens to you, please consider whether continued service on the NMCIA Board is appropriate before it becomes a Board issue. So long as you are on the Board, however, regular and active participation in Board meetings is required.

In addition, as a reminder, please try to have regular communication and share NMCIA meeting information with the member Counties you represent.

Thank you for your service.

444 Galisteo Street
Santa Fe, NM 87501

877-983-2101
505-983-2101
Fax: 505-982-4396

	NMCIA Board Voting Member Attendance												
	3.13.24 Regular	5.22.24 Regular	6.13.24 Special -	8.14.24 Regular	10.23.24 Regular	11.14.24 Special -	12.4.24 Regular -	1.23.25 Regular	3.26.25 Regular	5.21.25 Regular	6.16.25 Regular	8.20.25 Regular	10.22.25 Regular
Jhonathan Aragon Northwest Geographical	√	√	√	√	√	√	X	√	√	X	√	X	√
Lance Pyle Northeast Geographical	√	√	√	√	√	√	√	√	√	√	√	√	√
Charlene Webb Southwest Geographical	√	√	√	√	√	√	√	√	√	√	X	√	??
Roberta Gonzales Southeast Geographical	√	√	√	√	√	√	√	√	X	X	√	√	√
Lisa Sedillo-White Class A - Bernalillo	X	√	√	√	√	X	√	√	√	X	√	X	√
Shirley Ragin Class A - Bernalillo	√	X	X	√	√	√	X	√	√	√	√	X	√
Deborah Weir Class A - Dona Ana	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	√	√	√
Michael Meek Class A - Sandoval	√	√	√	X	X	√	√	X	√	√	√	√ (via Zoom)	X Available to attend retreat
Gregory Shaffer Class A - Santa Fe	√	√	√	√	√	√	√	√	√	√	√	√ (via Zoom)	√
Brandy Thompson Small Population	√	√	√	√	√	√	√	√	√	√	√	√	√
Kate Fletcher Mid-level-low Population	√	√	√	X	√	X	√	X	√	√	√	X	√
Anthony Dimas Mid-level-high Population	N/A	N/A	N/A	N/A	N/A	N/A	N/A	X	X	X	√	√	√

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 6.C.	<u>Item Title:</u> 2026 Board Meeting and Litigation Claims Committee Schedules
<u>Presenter (s):</u> Cynthia Stephenson, Risk Management Specialist	

GROUP	DATE		TIME	LOCATION	NOTES	
Board Meeting	Mon., Jan. 19		1:00 - 5:00 PM	NMC Office	CONSIDER THIS AS AN OPTIONAL MEETING	
NMCIA Membership	Tue., Jan., 20		9:00 AM - 12:00 PM	Santa Fe CC		
Litigation Committee	Tue., Feb. 17	3rd Tue	10:00 - 11:30 AM	Zoom		
CAPTIVE MEETING	Tue., Mar. 17	3rd Tue	1:00 PM	Zoom		
New Board Member Orientation	Tue., Mar. 24		8:30 AM	NMC Office	pending new members	Brandy & Lisa retiring
Board Meeting	Wed., Mar. 25	4th Wed	8:30 AM	NMC Office		
Litigation Committee	Tue., April 14	3rd Tue	10:00 - 11:30 AM	Zoom		
Underwriting Committee	Wed., April 29	5th Wed	9:00 - 10:00 AM	Zoom		
Underwriting Committee	Wed., May 6	1st Wed	9:00 - 10:00	Zoom		
Board Meeting	Wed., May 20	3rd Wed	8:30 AM	NMC Office	Approve WC reinsurance structure, WC cert & MOC	
CAPTIVE MEETING	Tue., June 9	2nd Tue	1:00 PM	Zoom	Approve WC reinsurance, WC cert and MOC	
Board Meeting	Mon., June 15	3rd Mon	1:00 PM	McKinley Cty	Approve final WC NMCR reinsurance premium	
Litigation Committee	Tue., July 7	3rd Tue	10:00 - 11:30 AM	Zoom		
Board Meeting	Wed., Aug. 19	3rd Wed	8:30 AM	TBD		
Litigation Committee	Tue., Sept. 15	3rd Tue	10:00 - 11:30 AM	Zoom		
CAPTIVE MEETING	Tue., Sep. 15	3rd Tue	1:00 PM	Zoom	Approve ML LE reinsurance	
Underwriting Committee	Wed., Sep. 30	5th Wed	9:00 - 10:00	Zoom		
Underwriting Committee	Wed., Oct. 7	1st Wed	9:00 - 10:00	Zoom		
Board Meeting	Wed., Oct. 21	4th Wed	8:30 AM	NMC Office	Approve ML LE reinsurance, pass thru coverages, contributions, budget.	CONSIDER November 18, 2026
Litigation Committee	Tue., Nov. 17	3rd Tue	10:00 - 11:30 AM	Zoom		
Litigation Committee	Tue., Dec. 15	3rd Tue	10:00 - 11:30 AM	Zoom		
CAPTIVE MEETING	Tue., Dec. 15	3rd Tue	1:00 PM	Zoom		

Board Member County Commission

Valencia 1st & 3rd Wednesdays 5PM
Curry 2nd & 4th Tuesdays 9AM
Grant 2nd Thursday & 4th Tuesday 9AM
Eddy 1st & 3rd Tuesdays 8:30 AM
Bernco 2nd & 4th Tuesdays 5PM
Dona Ana 2nd & 4th Tuesdays 9AM
San Juan 1st & 3rd Tuesdays 4PM
Sandoval 2nd & 4th Wednesdays 6PM
Santa Fe 2nd & last Tuesday 2PM
Union 2nd Tuesday 9AM
Cibola 4th Thursday 5PM
McKinley 2nd & 4th Tuesday 9AM

NMC, CRL & AGRiP Conference/Meeting Conflicts

AGRiP Governance March 1-4, 2026 (Nashville)
Origami Conference April 14-17, 2024 (2026 or 2027 unscheduled)
NMC 2026 Legis mtgs possibly April 15, 16, 22, 23
CRL Spring Board Meeting (May 12-15, 2025)
CRL Governance (July 2024; replaced 2025 with LE Symposium)
AGRiP CEO Institute (Aug. 3-6, 2025)
NMC Board (Aug. 7-8, 2025)
AGRiP Staff Forum (Oct. 5-7, 2025)
CRL Property Meeting (Sep. 2-4, 2025)
CRL Board Fall Meeting (Sep. 23-25, 2025)

Membership Meeting	Board Meetings					
January 20	January 19 Monday 1PM lunch on your own	March 25	May 20	June 15	August 19	October 21
Action Items: Election of population directors Ratify Class A directors	Executive Session Action Items: Rafity election of bod mbrs (population/Class A) Election of board officers 2026 board retreat location	Executive Session Action Items:	Executive Session Action Items: Approve WC reinsurance Approve WC contributions CRL govern conf attendees Approve WC MOC Approve retreat loc/date CRL govern conf attendees	Executive Session Action Items:	Executive Session Action Items: Acknowledge receipt 2025 financial audit Review 2027 meeting cal	Executive Session Action Items: Approve 2027 cov agreemt Approve prop covg agrmt Approve 2027 ML LE reinsurance AND passthru coverages (sep action item) Approve 2027 ML LE contributions Approve 2027 budget Approve open mtg act resolution AGRiP conference attendees
Staff Presentations: Executive Director Financials Risk Management Loss Ratios Loss Prevention Workers' Comp Multi-Line Legal Bureau Captive Update	Staff Presentations: Executive Director Financials Risk Management Captive Update	Staff Presentations: Executive Director Legislative Report Financials Risk Management Captive Update	Staff Presentations: Executive Director Financials Workers' Comp Risk Management Captive Update	Staff Presentations: Executive Director Financials Loss Prevention Risk Management Captive Update	Staff Presentations: Executive Director Financials Multi-Line Risk Management Loss Ratios Captive Update	Staff Presentations: Executive Director Financials Risk Management Legal Bureau Captive Update
NOTE: full presentations with graphics as we've done, but staff will also refer to the annual report we'll hand out. Staff will report one additional thorough report during the year and minimal memos or no report for the other meeting dates.	Other:	Other:	Other: Review NMC budget	Other:	Other:	Other:

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<p><u>Item Number:</u></p> <p style="text-align: center; margin-top: 20px;">7.</p>	<p><u>Item Title:</u></p> <p>Executive Session – Pending and Threatened Litigation Per New Mexico Open Meetings Act 10-15-7-H(7)</p> <ul style="list-style-type: none"> Estate of Jared Romero v Bernalillo County Consideration of Luna County's response to the NMCI's demand for repayment of a settlement payment that was mistakenly made in excess of coverage limits in Hernandez et al. v. Luna County and Paul Garcia, Cause No. D-619-CV-2024-00099 (listed as Estate of Wyatt James Franzoy v. Luna County on the May 21, 2025, NMCI agenda). Quay County vs NMCI (litigation regarding 2023 bridge collapse due to flood claim)
<p><u>Presenter (s):</u></p> <p style="margin-left: 40px;">Lance Pyle, Chair</p>	
<p>A motion may be made to go into Executive Session to discuss pending and threatened litigation in accordance with the Open Meetings Act.</p> <div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div style="width: 45%;"> <p>Motion In by:</p> <p>Roll Call Vote</p> <p>Motion Out by:</p> <p>Certified by:</p> </div> <div style="width: 45%;"> <p>Seconded by:</p> <p>Seconded by:</p> <p>... that the only thing discussed was pending and threatened litigation</p> </div> </div>	
<div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div style="width: 45%;"> <p>Motion by:</p> </div> <div style="width: 45%;"> <p>Seconded by:</p> </div> </div>	

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 8.A.	<u>Item Title:</u> Executive Director Update
<u>Presenter (s):</u> Joy Esparsen, Executive Director	

Memorandum

Date: August 20, 2025
To: NMC Board of Directors
From: Joy Esparsen
Re: Executive Director Update

The New Mexico Counties (NMC) Annual Conference, held in Curry County, was a resounding success, drawing over 586 participants and generating \$248,320 in gross revenue. Our host county, with its extensive experience in organizing this event, demonstrated exceptional coordination and hospitality to ensure a seamless experience. Feedback from sponsors and exhibitors has been overwhelmingly positive, particularly regarding the high level of engagement and interaction with conference attendees.

The NMC Legislative Committee convened on July 9 to review thirteen legislative initiatives submitted by affiliates during the Annual Conference. Several proposals were deemed not germane to the upcoming 30-day budget session and will instead be considered for the 2027 60-day session. The Committee also reviewed preliminary House Bill 2 appropriation requests expected during the 2026 legislative session. These recommendations were presented to the Board of Directors for endorsement and prioritization at the August 8 meeting. The Board selected the following priorities for the 2026 Legislative Session:

1. HB2 Appropriations
 - Detention Reimbursement Fund
 - Courthouse Funding
 - Detention Recruitment Fund
 - Fire & EMS Recruitment Fund
 - 700 MHz Radios
 - RISE Funding
2. Property Tax Exemption Deadline for Veterans – Assessors Affiliate
3. IPRA Improvements – Attorneys Affiliate

NMC's legislative team has already begun preparing for the 2026 session. On July 18, we provided an early presentation to the Courts, Corrections & Justice Committee (CCJ) focused on detention costs and county-driven initiatives. In addition, the CCJ has requested NMC's assistance in coordinating a site visit to the ICE detention facility in Otero County during their fall interim meeting. Commissioner Vicki Marquardt is collaborating with staff to support this request.

I recently joined the leadership of the Assessors Affiliate in a meeting with Veterans' Services Secretary General Herrera to discuss the Governor's veto of HB 494: Veterans' Exemptions. The bill sought to clarify filing timelines for disabled veterans to claim property tax exemptions, helping counties manage

budgets and avoid mid-year tax roll adjustments. While the bill was vetoed, productive dialogue suggests a compromise may be forthcoming. We will provide updates as details emerge.

Attorneys' Affiliate Chair Michael Eschleman, General Counsel Mark Allen, and I participated in two stakeholder meetings to explore potential amendments to the Inspection of Public Records Act (IPRA). Participants included representatives from the Foundation for Open Government, state legislators, agency officials, local governments, and media. At this stage, it remains unclear whether consensus can be reached. Representative Brown has committed to introducing a memorial to further study the impact of IPRA on public entities.

At the request of the Finance & Purchasing Affiliate, NMC facilitated a meeting with the Department of Finance & Administration (DFA) following concerns raised at the Annual Conference. Recent staffing changes had resulted in DFA analysts denying counties access to the local government budget database during the budget finalization process. After a robust discussion covering both DFA and county procedures, reporting deadlines, and standard budget adjustments, a resolution was reached to ensure counties can submit the required information in a timely and efficient manner.

Approximately 50 representatives from New Mexico attended the 2025 National Association of Counties (NACo) Annual Conference, held July 10–14 in Philadelphia. Key outcomes included the adoption of NACo's annual policy platform, analysis of the federal appropriations package's impact on county governments (attached), and the installation of new officers:

- President: Judge J.D. Clark, Wise County, TX
- First Vice President: George Dunlap, Mecklenburg County, NC
- Second Vice President: Alisha Bell, Wayne County, MI
- Immediate Past President: James Gore, Sonoma County, CA

Additional Meetings & Initiatives:

NACo Annual Conference
New Mexico Finance Authority Board of Directors
Finance & Disclosure Committee
Public Lending Committee
Water Trust Board
WCA Administration Audit Meeting
New Mexico Sheriffs Association
Finance & Purchasing Affiliate Meeting
Legislative Review Committee Meeting
Legislative Team Meeting
NMCIA Claims Committee Meeting
NM EDGE Meeting
New Mexico Legislative Reports Meeting
CSAC Agreement Amendment
Ambitions Contract Renewal
Senior Staff Meeting

Please reach out to me if I may be of any assistance to you. I can be reached on my cell phone at (505) 660-9629 or via email at jesparsen@nmcountries.org at any time.

U.S. Congress passes reconciliation bill:

What it means for counties

Key Takeaways

The U.S. House has voted 218-214 to pass the *One Big Beautiful Bill Act* (H.R. 1), with no changes to the bill [passed by the U.S. Senate](#) on July 1. Passage of H.R. 1 before the July 4 holiday was a top priority for the White House and congressional leadership and the bill will now go to the president's desk to be signed into law, completing the reconciliation process. **The sweeping legislative package will have major impacts on America's county governments, as detailed below.**

How did we get here?

In February, [the U.S. Congress initiated](#) the budget reconciliation process when the House and Senate unveiled budget resolutions containing instructions to relevant congressional committees to draft legislation to either raise federal revenues or federal spending. On May 22, the House voted to pass [its version of H.R. 1](#) by a vote of 215-214, moving the bill to the Senate.

The Senate made major changes, striking text that violated the “Byrd Rule,” which states that only budget-related provisions can be included in reconciliation. Additionally, during the vote-a-rama senators voted to adopt amendments further changing the text. See the full list of key changes made in the Senate [here](#). On July 1, the Senate voted 51-50, with Vice President J.D. Vance casting the tiebreaking vote, to send its changes back to the House for final passage.

Outcomes

Overall, the bill represents a mixed outcome, with significant cost shifts to states and certain counties, mainly in Medicaid, indigent and uncompensated healthcare and SNAP administration and benefits matching.

Positive Provisions for Counties

- **Municipal Bonds Preserved:**
 - Leaves municipal bonds untouched, preserving the tax exemption for all bonds and protecting counties' ability to finance critical infrastructure at lower costs.
- **Major Event Preparedness:**
 - Includes \$1.6 billion for local and state preparation for the 2026 World Cup and 2028 Olympics, funding counties through FEMA's State Homeland Security Grant Program.
- **Creation of Rural Hospital Grant:**
 - Creates a new *Rural Health Transformation Program* funded with \$50 billion from FY 2028 to FY 2032 to support state efforts to strengthen rural hospitals and health providers. States must submit a detailed transformation plan by December 31, 2025 outlining strategies to expand rural access, improve outcomes, leverage technology, boost clinician recruitment and stabilize

hospital finances. Funds must not be used for state Medicaid cost-sharing and may be withheld or reclaimed if misused. Unused funds can be redistributed annually through 2034.

- **Conservation Funding:**
 - Integrates \$13 billion in unobligated Inflation Reduction Act (IRA) funding to provide mandatory funding for U.S. Department of Agriculture conservation programs, empowering counties and local partners to invest in soil, water and land stewardship.
- **Nursing Home Staffing Rule Delay:**
 - Delays implementation of the federal nursing home staffing rule until September 2034, easing pressure on county-run facilities facing workforce shortages.
- **Renewable Energy Revenue Sharing:**
 - Establishes that counties would receive 25% of revenue from wind and solar energy produced on federal lands, mirroring oil and gas revenue-sharing models.
- **Low-Income Housing Tax Credit:**
 - Permanently increases the volume of tax credits available for low-income housing by 12.5% and lowers the private activity bond financing required to access the credit to 25% through calendar year 2029.
- **New Markets Tax Credit:**
 - Permanently extends the New Markets Tax Credit (NMTC) that promotes community development and economic growth by attracting private investment in low-income communities with high unemployment and poverty.
- **GOMESA revenue sharing:**
 - Raises the cap on revenue sharing for Gulf of Mexico Energy Security Act (GOMESA) from \$500 million to \$650 million through 2034, allowing counties in Louisiana, Texas, Mississippi and Alabama to receive additional revenue for offshore oil and gas energy produced in the Gulf for coastal protection and restoration.

Key County Concerns

- **Supplemental Nutrition Assistance Program (SNAP):**
 - **Benefit Cost Shift:** Rather than requiring states to contribute between 5-25% of benefits based on their payment error rates, the Senate bill exempts states with error rates below 6% from contributing to benefits. States with higher error rates would gradually assume a cost share of up to 15%. States may use either their FY 2025 or FY 2026 payment error rate to determine their required match for FY 2028. For FY 2029 and beyond, the match is based on the payment error rate from three fiscal years prior.
 - Generally, implementation will begin in FY 2028. However, if the payment error rate of a state in FY 2025 multiplied by 1.5 is equal to or above 20%, the implementation date will be FY 2029. If a state meets

these criteria in FY 2026, implementation is pushed to FY 2030. Ultimately, states with the highest error rates will have delayed implementation.

- **Administrative Cost Shift:** Increases the state and county administrative cost share from 50 to 75% beginning in FY 2027, one year later than the House version. We estimate that this could raise the annual administrative cost share to \$2.6 billion (up from \$1.7 billion) for counties in the 10 states where we administer SNAP.
- **Work Requirements:** Expands work requirements for Able-Bodied Adults Without Dependents (ABAWDs), raising the age range from 18–54 to 18–64. Additionally, the bill expands work requirements for those with dependents over age 14, compared to age six in the House bill.
- **Medicaid Provisions:**
 - **Work Requirements:** Imposes work requirements on Medicaid recipients aged 19 to 64 who are not pregnant, not enrolled in Medicare and not otherwise exempt starting no later than the first quarter of 2027. Medicaid applicants and recipients must demonstrate community engagement—such as working, volunteering or attending school for 80 hours per month—to maintain eligibility. States must verify compliance at each eligibility redetermination and may conduct additional verifications more frequently. Exemptions apply for certain groups including minors, caretakers of children 13 years or younger, recently incarcerated individuals, those with medical hardships or residents of disaster-affected areas. The Medicaid community engagement requirement cannot be waived under Section 1115. However, the Secretary of Health and Human Services may grant a temporary exemption to a state (valid through December 31, 2028, and not renewable) if the state demonstrates a good faith effort to comply, submits regular progress reports and addresses barriers to implementation.
 - **Medicaid Cost Sharing:** Imposes new out-of-pocket costs on low-income Medicaid enrollees starting October 1, 2028. Cost sharing would not be more than \$35 per service, and includes exemptions on services like primary care, mental health, substance use disorder services or services at federally qualified health centers and similar clinics. Despite excluding health clinics, the provision is likely to increase uncompensated care costs for county safety net hospitals.
- **Energy Infrastructure on International Boundaries:**
 - Does not include the House provision to create an expedited permitting process for pipelines and electric transmission facilities that cross an international border of the U.S. where a certificate crossing from the Federal Energy Regulatory Commission (FERC) can be obtained for a \$50,000 fee, which could preempt county permitting/zoning authority.
- **Opt-In Fees for Accelerated NEPA Reviews:**
 - Amends the National Environmental Policy Act (NEPA) by allowing project sponsors the ability to expedite environmental reviews if the sponsor pays a

fee of 125% of the costs to prepare the environmental review. This could preempt county permitting/zoning authority.

- **Sequestration:**

- NACo is still awaiting final estimates on the cost of the Senate reconciliation bill, however the legislation will likely trigger spending cuts through sequestration of some mandatory funding, putting the Social Services Block Grant (SSBG) and Promoting Safe and Stable Families (PSSF) funds at risk of elimination without additional action from Congress.

Other County Impacts

- **SALT Deduction:**

- Raises the state and local tax (SALT) deduction cap to \$40,000 for 2025 for individuals and joint filers making less than \$500,000 per year in modified adjusted gross income (MAGI) and \$40,400 in 2026 for individuals and joint filers making less than \$505,000 in MAGI. For 2027-2029, both the cap and the income threshold would be 101% of the previous year's amount. For 2025-2029, the cap would be reduced by 30% of the excess of income threshold, if any, with a minimum cap of \$10,000. In 2030, the cap would return to \$10,000 with no income threshold or phase-out, meaning that lawmakers will need to again address the SALT cap.

- **Medicaid Provisions:**

- **Shortened Presumptive Eligibility:** Cuts retroactive Medicaid coverage from three to two months for the non-expansion population and one month for the expansion population. These changes may contribute to increased delays in care and financial strain on county health systems.
- **New Verification and Redetermination Requirements:** Adds several new administrative requirements that would increase the burden on counties, particularly in states where counties are responsible for Medicaid eligibility operations. These include monthly address checks beginning in 2029, quarterly death checks for enrollees starting in 2028, monthly provider eligibility and death screenings starting in 2028 and twice-yearly eligibility redeterminations beginning in 2026. Individuals with disabilities may be exempted from this requirement.
- **Provider Tax Restrictions:** Prohibits non-expansion states from assessing new provider taxes on a class of services if they do not already have place at the time of the bill's enactment. In Medicaid expansion states, it gradually reduces the hold harmless threshold for all provider types—except nursing and intermediate care facilities—by 0.5% each year until 2032, when the threshold reaches 3.5%.
- **Ending Enhanced FMAP Incentive for Late Expansion States:** To qualify for the enhanced federal Medicaid match (FMAP), states must expand Medicaid by January 1, 2026. States that expand after this deadline will no longer receive additional federal funding incentive. For counties in non-expansion states, this means that if their state expands Medicaid after the deadline, the

full cost of the expansion will fall more heavily on the state and local governments, increasing their share of expenses for resident care.

- **Elective Pay for Clean Energy**
 - While counties can still use elective pay for clean energy projects, the bill phases out the clean energy tax credits counties can pursue elective pay for with amended stipulations.
- **Spectrum Auctions:**
 - Reauthorizes the FCC's spectrum auction authority. Counties support efforts to close the digital divide, but have limited concerns that existing bands utilized by local authorities may be re-dedicated, thus affecting public safety communications and existing broadband connectivity for residents.
- **IRA Funds Rescinded:**
 - Rescinds certain unobligated IRA funds, potentially reducing county access to energy efficiency and conservation grants as well as certain transportation funding.
- **Opportunity Zones:**
 - Establishes a new round and permanently extends the Opportunity Zones tax incentive program that provides tax incentives for investments in designated distressed neighborhoods, or qualified opportunity zones, with key reforms.
- **Air Traffic Control:**
 - Invests in upgrades to air traffic control systems at airports across the country, which would likely include some county-owned airports.
- **Child Tax Credit:**
 - Permanently expands the Child Tax Credit from the current \$2000 level to \$2200. However, the bill requires both parents and all children to be U.S. citizens and have a social security number and does not address the credit's phase in, preventing over 17 million children from low-income families from receiving the full credit.
- **Secure Rural Schools (SRS):**
 - The final bill does not include reauthorization of the Secure Rural Schools (SRS) program. However, the *Secure Rural Schools Reauthorization Act* (S. 356) — a standalone bill — did pass the Senate through unanimous consent on June 18.

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 8.B.	<u>Item Title:</u> Financial Reports
<u>Presenter (s):</u> Richard Garcia, Finance Director	



New Mexico County Insurance Authority Pool

Administered by New Mexico Counties

Statement of Financial Position (Unaudited)

6/30/2025

	<u>June 30, 2025</u>	<u>June 30, 2024</u>
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 11,880,060	\$ 9,343,047
Accounts Receivable - Members	515	-
Accounts Receivable - Deductibles	354,179	1,032,836
Accounts Receivable - Claims	1,000,000	-
Accounts Receivable - Capital Adequacy	-	(723,354)
Accounts Receivable - LE Accreditation Fee	7,500	-
Accounts Receivable - Reinsurance	21,117	155
Accounts Receivable - Hi Ded Counties	65,546	32,261
Accounts Receivable - Other	372,575	22,950
Note Receivable	1,167,933	1,261,082
Prepaid Expenses	3,637,216	2,269,566
Total Current Assets	<u>18,506,641</u>	<u>13,238,543</u>
Investments		
Exchange Traded Funds	19,009,608	56,428,179
US Government Bonds	71,382,164	32,938,026
Mutual Funds	6,920,822	8,972,290
Unrealized Gain/Loss	601,417	(5,380,435)
County Reinsurance Pool Equity	<u>856,467</u>	<u>571,663</u>
County Reinsurance Property Plus Equity	5,457,809	3,502,986
Captive Reinsurance Equity	-	17,737,207
Total Investments	<u>104,228,287</u>	<u>114,769,916</u>
Total Assets	<u>\$ 122,734,928</u>	<u>\$ 128,008,459</u>
Liabilities and Pool Net Position		
Current Liabilities		
Accounts Payable	\$ 465,551	\$ 1,006,284
Unearned Capital Adequacy Contributions	188,983	-
Unearned Member Contributions	20,275,488	16,346,174
Total Current Liabilities	<u>20,930,022</u>	<u>17,352,458</u>
Long Term Liabilities		
Reserve for Future Claims		
Multi-Line Program	10,345,891	11,922,363
Law Enforcement Program	61,139,732	57,551,000
Workers' Compensation Program	19,301,610	19,424,306
Total Long Term Liabilities	<u>\$ 90,787,234</u>	<u>\$ 88,897,668</u>
Total Liabilities	<u>\$ 111,717,256</u>	<u>\$ 106,250,126</u>
Fund Balance	7,217,287	36,916,722
Current Year Pool Net Position	3,800,384	(15,158,389)
Total Pool Net Position	<u>\$ 11,017,672</u>	<u>\$ 21,758,333</u>
Total Liabilities and Net Position	<u>\$ 122,734,928</u>	<u>\$ 128,008,459</u>



New Mexico County Insurance Authority Pool

Administered by New Mexico Counties

Income/Budget Statement (Unaudited)

6/30/2025

	2025 Budget	Jan 01, 2025 through Jun 30, 2025	50% of Budget
Income			
Member Contributions	\$ 54,722,687	\$ 25,030,779	46%
Capital Adequacy Contributions		2,277,746	
Accreditation Fees		15,000	
Total Income	\$ 54,722,687	\$ 27,323,525	50%
Expenses			
Claims & Claim Adjusting Expense			
Paid Claims	\$ 36,460,482	\$ 21,499,567	47%
Pool Portion - Group 1 (up to \$5MM for IMM)	667,251	-	0%
Pool Additional - Group 1 (up to \$5MM for IMM)	638,684	-	0%
Nurse Case Manager		(95,263)	
Claims Reserves		290,062	
Recoveries - Deductibles		(3,091,708)	
Recoveries - Reinsurance		(331,777)	
Recoveries - County Settlements		(201,600)	
Recoveries - Subrogation & Salvage		(274,197)	
Reinsurance	9,931,276	5,696,537	51%
Brokerage Fees	100,000	50,000	50%
Total Claims & Claim Adjusting	\$ 47,797,693	\$ 23,541,621	49%
Risk Mitigation Expense			
Administrative Fee-NMAC	\$ 555,982	\$ 277,986	50%
Special Projects	90,000	39,154	44%
EDGE Detention Scholarships	15,000	-	0%
Online Training Program	190,000	68,790	36%
Loss Incentive Program	50,000	28,000	56%
Legal Advice Program	50,000	15,462	31%
Lexipol	255,000	99,604	39%
Law Enforcement Accreditation	76,000	40,382	53%
Total Risk Mitigation Expense	\$ 1,281,981	\$ 569,378	44%
Administrative & Other			
Administrative Fee-NMAC	\$ 4,129,170	\$ 2,064,590	50%
Actuary	47,000	33,870	72%
Financial Audit	72,000	24,261	34%
Investment Advisor Expense	37,500	23,396	62%
Claims Audit	10,000	-	0%
Payroll Audit	60,000	48,432	81%
Legal Bureau Operations	50,000	-	0%
Property Appraisal Fees	180,000	75,000	42%
Legal Expense	42,500	-	0%
Software Support, Licensing, Training	410,000	166,595	41%
Board Training & Education	30,000	-	0%
Board D&O Insurance	129,000	14,270	11%
Miscellaneous	13,000	-	0%
Total Admin & Other	\$ 5,210,169	\$ 2,450,414	47%
Total Expenses	\$ 54,289,843	\$ 26,561,413	49%
Operating Income	\$ 432,844	\$ 762,112	
Investment Income	3,532,353	1,717,635	
Net Change in Fair Value of Investments		1,296,728	
Interest Income on Note Receivable		23,909	
Total Non-Operating Revenue	\$ 3,532,353	\$ 3,038,272	
Net Position	\$ 218 3,965,197	\$ 3,800,384	



New Mexico County Insurance Authority Pool
Administered by New Mexico Counties
6/30/2025

		Current Average		
<u>Cash</u>		<u>Yield</u>	<u>Amount</u>	<u>Interest</u>
Banks, Money Market Accts & State Treas LGIP		1.21%	\$ 11,880,060	\$ 144,012
<u>Securities</u>	Est. <u>Ann. Yld</u>	Ending <u>Market Val</u>	<u>Cost</u>	Market <u>Gain/Loss *</u>
Exchange Traded Funds	4.47%	19,567,047	19,009,608	557,439
Certificates of Deposit	0.00%	-	-	-
Government Bonds	2.45%	68,051,307	67,596,647	454,660
Govt Asset Backed Sec	4.35%	3,356,322	3,785,517	(429,195)
Mutual Funds	4.96%	6,939,335	6,920,822	18,513
Total Investments	3.07%	\$ 97,914,010	\$ 97,312,594	\$ 601,416
Total Cash & Investments	2.87%	\$ 109,794,070	\$ 109,192,654	
Estimated Annual Income on Cash & Investments		\$ 3,060,351		
By Institution:				
Wells Fargo/Salmon Hauger Wealth Mgmt.		98%	\$ 107,498,714	
Moreton Capital Markets		0%	-	
First National Santa Fe		2%	1,690,633	
State Treasurers LGIP		0%	3,308	
		100%	\$ 109,192,654	

* Investments are purchased based on "yield to maturity." Market fluctuations do not affect the yield to maturity unless a premature sale is made



Law Enforcement Program
Administered by New Mexico Counties
Statement of Financial Position (Unaudited)
6/30/2025

	<u>June 30, 2025</u>	<u>June 30, 2024</u>
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 3,328,398	\$ 2,374,047
Accounts Receivable - Deductibles	102,000	413,558
Accounts Receivable - Claims	1,000,000	-
Accounts Receivable - Capital Adequacy	-	(723,354)
Accounts Receivable - LE Accreditation Fee	7,500	-
Accounts Receivable - Reinsurance	6,117	-
Accounts Receivable - Other	-	3,500
Prepaid Expenses	3,123,873	1,850,799
Total Current Assets	<u>7,567,887</u>	<u>3,918,550</u>
Investments		
Exchange Traded Funds	\$ 5,171,225	\$ 23,187,842
US Government Bonds	31,565,158	15,160,497
Mutual Funds	2,751,892	2,627,209
Unrealized Gain/Loss	194,607	(2,034,336)
Captive Reinsurance Equity	<u>-</u>	<u>17,735,408</u>
Total Investments	<u>39,682,881</u>	<u>56,676,621</u>
Total Assets	<u><u>\$ 47,250,769</u></u>	<u><u>\$ 60,595,171</u></u>
Liabilities and Surplus		
Current Liabilities		
Accounts Payable	\$ 47,736	\$ 821,841
Unearned Capital Adequacy Contributions	124,515	-
Unearned Member Contributions	13,512,331	10,119,095
Total Current Liabilities	<u>13,684,582</u>	<u>10,940,937</u>
Long Term Liabilities		
Reserve for Future Claims		
Fund Year 22 - 2016	\$ 159,050	\$ 182,588
Fund Year 23 - 2017	836,065	864,995
Fund Year 24 - 2018	(6,191)	(598)
Fund Year 25 - 2019	629,337	2,120,069
Fund Year 26 - 2020	823,354	3,666,837
Fund Year 27 - 2021	4,647,048	7,040,883
Fund Year 28 - 2022	10,040,934	15,776,310
Fund Year 29 - 2023	15,072,875	16,549,041
Fund Year 29 - 2024	15,713,374	8,610,351
Fund Year 30 - 2025	10,450,225	-
Claims Mgmt Fees-Future	2,773,663	2,740,524
Total Long Term Liabilities	<u>\$ 61,139,732</u>	<u>\$ 57,551,000</u>
Total Liabilities	<u><u>\$ 74,824,314</u></u>	<u><u>\$ 68,491,937</u></u>
Fund Balance	\$ (28,599,491)	\$ 9,184,429
Current Year Net Position	<u>1,025,945</u>	<u>(17,081,195)</u>
Total Net Position	<u><u>\$ (27,573,545)</u></u>	<u><u>\$ (7,896,766)</u></u>
Total Liabilities and Net Position	<u><u>\$ 47,250,769</u></u>	<u><u>\$ 60,595,171</u></u>



Law Enforcement Program
Administered by New Mexico Counties
Income/Budget Statement (Unaudited)
6/30/2025

	2025 Budget	Jan 01, 2025 through Jun 30, 2025	50% of Budget
<u>Income</u>			
Member Contributions	\$ 29,512,563	\$ 13,512,331	46%
Capital Adequacy Contributions		1,127,934	
Accreditation Fees		15,000	
Total Income	\$ 29,512,563	\$ 14,655,265	50%
<u>Expenses</u>			
<u>Claims & Claim Adjusting Expense</u>			
Paid Claims	\$ 21,006,159	\$ 9,728,026	50%
Pool Portion - Group 1 (up to \$5MM for IMMh)	667,251	-	0%
Pool Additional - Group 1 (up to \$5MM for IMMh)	638,684	-	0%
Claims Reserves		1,892,812	
Recoveries - Deductibles		(1,111,643)	
Recoveries - Reinsurance		(6,116)	
Reinsurance - all (up to \$2MM for IMMh)	4,464,639	2,885,287	50%
Brokerage Fees	35,000	17,500	50%
Total Claims & Claim Adjusting Expense	\$ 26,811,733	\$ 13,405,866	50%
<u>Risk Mitigation Expense</u>			
Administrative Fee-NMC	\$ 148,290	\$ 74,141	50%
Special Projects	45,000	37,315	83%
EDGE Detention Scholarships	15,000	-	0%
Online Training Program	60,000	37,845	63%
Law Enforcement Accreditation	76,000	40,382	53%
Legal Advice Program	30,000	15,188	51%
Lexipol	255,000	99,604	39%
Loss Incentive Program	15,000	-	0%
Total Risk Mitigation Expense	644,290	304,475	47%
<u>Administrative & Other Expense</u>			
Administrative Fee-NMC	\$ 1,737,040	\$ 868,524	50%
Actuary	20,000	13,825	69%
Financial Audit	30,000	8,087	27%
Investment Advisor Expense	15,000	7,799	52%
Legal Bureau Operations	50,000	-	0%
Legal Expense	20,000	-	0%
Software Support, Licensing, Training	130,000	55,155	42%
Board Training and Education	7,500	-	0%
Board D&O Insurance	43,000	4,756	11%
Miscellaneous	4,000	-	0%
Total Admin & Other Expense	\$ 2,056,540	\$ 958,146	47%
Total Expenses	\$ 29,512,563	\$ 14,668,487	50%
Operating Income	\$ -	\$ (13,222)	
Investment Income	1,387,361	623,041	
Net Change in Fair Value of Investments		416,126	
Total Non-Operating Revenue	\$ 1,387,361	\$ 1,039,167	
Net Position	\$ 1,387,361	\$ 1,025,945	



Law Enforcement Program
Administered by New Mexico Counties
Schedule of Investments 6/30/2025

		Current Average		
<u>Cash</u>		<u>Yield</u>	<u>Amount</u>	<u>Interest</u>
Banks, Money Market Accts & State Treas LGIP		0.85%	\$ 3,328,398	\$ 28,255
<u>Securities</u>	<u>Est. Ann. Yld</u>	<u>Ending Market Val</u>	<u>Cost</u>	<u>Market Gain/Loss *</u>
Exchange Traded Funds	4.47%	5,322,966	5,171,225	151,742
Certificates of Deposit	0.00%	-	-	-
Government Bonds	1.60%	30,689,278	30,532,609	156,668
Govt Asset Backed Sec	4.36%	911,663	1,032,549	(120,885)
Mutual Funds	4.90%	2,758,973	2,751,892	7,082
Total Investments		2.27%	\$ 39,682,881	\$ 39,488,274
Total Cash & Investments		2.16%	\$ 43,011,280	\$ 42,816,673
Estimated Annual Income on Cash & Investments			\$ 930,772	
By Institution:				
Wells Fargo/Salmon Hauger Wealth Mgmt.		98%	\$ 41,963,221	
Moreton Capital Markets		0%	-	
First National Santa Fe		2%	852,755	
State Treasurers LGIP		0%	697	
		100%	\$ 42,816,673	

* Investments are purchased based on "yield to maturity." Market fluctuations do not affect the yield to maturity unless a premature sale is made



Multi-Line Program
Administered by New Mexico Counties
Statement of Financial Position (Unaudited)
6/30/2025

	<u>June 30, 2025</u>	<u>June 30, 2024</u>
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 5,571,247	\$ 5,141,179
Accounts Receivable - Members	515	-
Accounts Receivable - Deductibles	252,179	619,278
Accounts Receivable - Other	-	832
Note Receivable	1,167,933	1,261,082
Prepaid Expenses	348,236	347,666
Total Current Assets	<u>7,340,109</u>	<u>7,370,037</u>
Investments		
Exchange Traded Funds	\$ 6,682,717	\$ 19,014,845
US Government Bonds	21,534,574	8,170,836
Mutual Funds	2,298,546	3,509,479
Unrealized Gain/Loss	142,494	(1,817,602)
County Reinsurance Pool Equity	249,714	167,121
County Reinsurance Property Plus Equity	5,457,809	3,502,986
Captive Reinsurance Equity	-	1,799
Total Investments	<u>36,365,854</u>	<u>32,549,464</u>
Total Assets	<u><u>\$ 43,705,963</u></u>	<u><u>\$ 39,919,501</u></u>
Liabilities and Surplus		
Current Liabilities		
Accounts Payable - Other	\$ 33,349	\$ 173,031
Unearned Capital Adequacy Contributions	39,536	-
Unearned Member Contributions	6,763,157	6,227,078
Total Current Liabilities	<u>6,836,042</u>	<u>6,400,109</u>
Long Term Liabilities		
Reserve for Future Claims		
Fund Year 14 - 2002	\$ 600	\$ -
Fund Year 16 - 2004	1,200	-
Fund Year 21 - 2009	1,615	1,615
Fund Year 23 - 2011	194,147	233,468
Fund Year 26 - 2014	10,001	10,001
Fund Year 28 - 2016	(140)	-
Fund Year 29 - 2017	13,512	15,076
Fund Year 30 - 2018	242,645	355,427
Fund Year 31 - 2019	262,610	244,183
Fund Year 32 - 2020	460,007	606,403
Fund Year 33 - 2021	639,331	1,450,783
Fund Year 34 - 2022	1,391,263	1,945,711
Fund Year 35 - 2023	2,286,658	3,642,370
Fund Year 36 - 2024	1,214,689	2,849,594
Fund Year 37 - 2025	3,024,998	-
Claims Mgmt Fees-Future	602,756	567,732
Total Long Term Liabilities	<u>\$ 10,345,891</u>	<u>\$ 11,922,363</u>
Total Liabilities	<u><u>\$ 17,181,934</u></u>	<u><u>\$ 18,322,472</u></u>
Fund Balance	24,810,079	20,412,792
Current Year Net Position	1,713,950	1,184,237
Total Net Position	<u><u>\$ 26,524,029</u></u>	<u><u>\$ 21,597,029</u></u>
Total Liabilities and Net Position	<u><u>\$ 43,705,963</u></u>	<u><u>\$ 39,919,501</u></u>



Multi-Line Program
Administered by New Mexico Counties
Income/Budget Statement (Unaudited)
6/30/2025

	2025 Budget	Jan 01, 2025 through Jun 30, 2025	50% of Budget
<u>Income</u>			
Member Contributions	\$ 13,620,541	\$ 6,763,158	50%
Capital Adequacy Contributions		632,561	
Total Income	\$ 13,620,541	\$ 7,395,719	54%
<u>Expenses</u>			
<u>Claims & Claim Adjusting Expense</u>			
Paid Claims	\$ 7,167,046	\$ 8,061,236	50%
Claims Reserves		(2,311,844)	
Recoveries - Deductibles		(1,694,179)	
Recoveries - Subrogation & Salvage		(272,197)	
Recoveries - County Settlements		(201,600)	
Reinsurance	4,403,665	2,117,113	48%
Brokerage Fees	35,000	17,500	50%
Total Claims & Claim Adjusting Expense	\$ 11,605,711	\$ 5,716,029	49%
<u>Risk Mitigation Expense</u>			
Administrative Fee-NMC	\$ 122,202	\$ 61,101	50%
Special Projects	45,000	1,839	4%
Online Training Program	60,000	30,945	52%
Legal Advice Program	10,000	104	1%
Total Risk Mitigation Expense	\$ 237,202	\$ 93,989	40%
<u>Administrative & Other Expense</u>			
Administrative Fee-NMC	\$ 1,333,128	\$ 666,564	50%
Actuary	15,000	15,745	105%
Financial Audit	30,000	8,087	27%
Investment Advisor Expense	15,000	7,799	52%
Property Appraisal Fees	180,000	75,000	42%
Legal Expense	20,000	-	0%
Software Support, Licensing, Training	130,000	55,155	42%
Board Training & Education	7,500	-	0%
Board D&O Insurance	43,000	4,758	11%
Miscellaneous	4,000	-	0%
Total Admin & Other Expense	\$ 1,777,628	\$ 833,108	47%
Total Expenses	\$ 13,620,541	\$ 6,643,126	49%
Operating Income	\$ -	\$ 752,593	
Investment Income	1,009,232	493,990	
Net Change in Fair Value of Investments		443,458	
Interest Income on Note Receivable		23,909	
Total Non-Operating Revenue	\$ 1,009,232	\$ 961,357	
Net Position	\$ 1,009,232	\$ 1,713,950	



Multi-Line Program
Administered by New Mexico Counties
Schedule of Investments 6/30/2025

<u>Cash</u>	Current Average <u>Yield</u>	<u>Amount</u>	<u>Interest</u>
Banks, Money Market Accts & State Treas LGIP	0.542%	\$ 5,571,247	\$ 30,185

<u>Securities</u>	Est. <u>Ann. Yld</u>	Ending <u>Market Val</u>	<u>Cost</u>	Market <u>Gain/Loss *</u>
Exchange Traded Funds	4.47%	6,878,546	6,682,717	195,829
Certificates of Deposit	0.00%	-	-	-
Government Bonds	2.46%	20,295,427	20,138,375	157,053
Govt Asset Backed Sec	4.37%	1,179,514	1,396,199	(216,685)
Mutual Funds	4.99%	2,304,844	2,298,546	6,298
Total Investments	3.17%	\$ 30,658,330	\$ 30,515,837	\$ 142,494
Total Cash & Investments	2.77%	\$ 36,229,577	\$ 36,087,083	

Estimated Annual Income on Cash & Investments \$ 1,003,207

By Institution:

Wells Fargo/Salmon Hauger Wealth Mgmt.	99%	\$ 35,592,615
First National Santa Fe	1%	493,983
State Treasurers LGIP	0%	485
	100%	\$ 36,087,083

* Investments are purchased based on "yield to maturity." Market fluctuations do not affect the yield to maturity unless a premature sale is made



Workers' Compensation Program
Administered by New Mexico Counties
Statement of Financial Position (Unaudited)
6/30/2025

As of June 30, 2025				As of June 30, 2024			
Assets							
Current Assets							
Cash and Cash Equivalents		\$	2,980,415		\$	1,827,821	
Accounts Receivable-Reinsurance			15,001			155	
Accounts Receivable-Hi Ded Counties			65,546			32,261	
Accounts Receivable-Other			372,575			18,618	
Prepaid Expenses			165,108			71,101	
Total Current Assets			3,598,645			1,949,956	
Investments							
Exchange Traded Funds	7,155,666				14,225,493		
US Government Bonds	18,282,432				9,606,693		
Mutual Funds	1,870,385				2,835,601		
Unrealized Gain/Loss	264,316		27,572,799		(1,528,497)		25,139,290
County Reinsurance Limited Equity			606,753				404,542
Total Investments			28,179,552			25,543,832	
Total Assets		\$	31,778,196		\$	27,493,788	
Liabilities and Surplus							
Current Liabilities							
Accounts Payable		\$	384,466		\$	11,412	
Unearned Capital Adequacy Contrib			24,932			-	
Total Current Liabilites			409,398			11,412	
Long Term Liabilities							
Reserves for Future Claims:							
Claims Reserves FY 5 - 1991/92	\$	2,520			\$	24,620	
Claims Reserves FY 6 - 1992/93		19,602				28,967	
Claims Reserves FY 8 - 1994/95		7,627				11,271	
Claims Reserves FY 9 - 1995/96		22,851				40,070	
Claims Reserves FY 11 - 1997/98		14,135				20,889	
Claims Reserves FY 12 - 1998/99		(185)				-	
Claims Reserves FY 14 - 2000/01		(3,679)				11,162	
Claims Reserves FY 15 - 2001/02		64,358				71,023	
Claims Reserves FY 16 - 2002/03		19,832				10,726	
Claims Reserves FY 17 - 2003/04		(22,095)				-	
Claims Reserves FY 18 - 2004/05		330,546				281,441	
Claims Reserves FY 19 - 2005/06		75,421				94,099	
Claims Reserves FY 20 - 2006/07		50,846				63,128	
Claims Reserves FY 21 - 2007/08	400,139	Bernalillo County	Other HDC's		470,472	Bernalillo County	Other HDC's
Claims Reserves FY 22 - 2008/09	260,448	-	-		302,517	-	-
Claims Reserves FY 23 - 2009/10	219,825	-	-		54,484	-	-
Claims Reserves FY 24 - 2010/11	196,398	-	-		97,493	-	-
Claims Reserves FY 25 - 2011/12	18,745	-	-		149,291	-	-
Claims Reserves FY 26 - 2012/13	274,492	-	-		343,888	-	-
Claims Reserves FY 27 - 2013/14	224,086	-	-		259,104	-	-
Claims Reserves FY 28 - 2014/15	317,925	(74,588)	-		397,686	(92,177)	-
Claims Reserves FY 29 - 2015/16	665,466	(24,417)	-		628,781	(32,246)	-
Claims Reserves FY 30 - 2016/17	548,763	-	-		661,911	-	-
Claims Reserves FY 31 - 2017/18	138,460	-	(4,062)		436,482	-	(2,836)
Claims Reserves FY 32 - 2018/19	600,321	(8,205)	-		713,445	(9,105)	-
Claims Reserves FY 33 - 2019/20	613,922	-	-		707,193	-	-
Claims Reserves FY 34 - 2020/21	1,371,207	(6,824)	-		2,436,671	(85,530)	-
Claims Reserves FY 35 - 2021/22	1,313,561	-	(68,487)		1,529,508	-	(67,137)
Claims Reserves FY 36 - 2022/23	1,457,701	-	-		2,777,196	-	(30,072)
Claims Reserves FY 37 - 2023/24	4,238,211	-	(73,459)		6,336,902	-	(141,977)
Claims Reserves FY 38 - 2024/25	5,517,278	-	(277,423)		-	-	-
Claims Mgmt Fees-Future	880,349	-	-		924,967	-	-
Total Reserve for Future Claims	\$ 19,839,075	\$ (114,034)	\$ (423,431)		\$ 19,885,386	\$ (219,058)	\$ (242,022)
Total Long Term Liabilites			19,301,610			19,424,306	
Total Liabilities		\$	19,711,009		\$	19,435,718	
Fund Balance			11,006,699			7,319,501	
Current Year Net Position			1,060,489			738,569	
Total Net Position		\$	12,067,188		\$	8,058,069	
Total Liabilities and Net Position		\$	31,778,196		\$	27,493,788	



Workers' Compensation Program
Administered by New Mexico Counties
Income/Budget Statement (Unaudited)
6/30/2025

	<u>Budget 2025</u>	<u>6/30/2025</u>	<u>50% of budget</u>
<u>Income</u>			
Member Contributions	\$ 11,589,583	\$ 4,755,290	41%
Capital Adequacy Contributions		517,251	
Total Income	\$ 11,589,583	\$ 5,272,541	45%
<u>Expenses</u>			
<u>Claims & Claim Adjusting Expense</u>			
Paid Claims	\$ 8,287,277	\$ 3,710,305	45%
Claims Reserves		709,094	
Recoveries- Deductibles		(285,886)	
Recoveries- Reinsurance		(325,661)	
Recoveries- Subrogation		(2,000)	
Nurse Case Manager		(95,263)	
Reinsurance	1,062,972	694,137	65%
Brokerage Fees	30,000	15,000	50%
Total Claims & Claim Adjusting Expense	\$ 9,380,249	\$ 4,419,726	47%
<u>Risk Mitigation Expense</u>			
Administrative Fee-NMAC	\$ 285,490	\$ 142,745	50%
Legal Advice Program	10,000	170	2%
Loss Incentive Program	35,000	28,000	80%
Online Training Program	70,000	-	0%
Total Risk Mitigation Expense	\$ 400,489	\$ 170,915	43%
<u>Administrative & Other Expense</u>			
Administrative Fee-NMAC	\$ 1,059,002	\$ 529,501	50%
Actuary	12,000	4,300	36%
Claims Audit	10,000	-	0%
Financial Audit	12,000	8,087	67%
Payroll Audit	60,000	48,432	81%
Investment Advisor Expense	7,500	7,798	
Legal Expense	2,500	-	0%
Software Support, Licensing, Training	150,000	56,285	38%
Board Training and Education	15,000	-	0%
Board D&O Insurance	43,000	4,756	11%
Miscellaneous Expenses	5,000	-	0%
Total Admin & Other Expense	\$ 1,376,001	\$ 659,159	48%
Total Expenses	\$ 11,156,739	\$ 5,249,800	47%
Operating Income	\$ 432,844	\$ 22,741	5%
Interest Income Investments	1,135,760	600,604	
Net Change in Fair Value of Investments		437,144	
Total Non-Operating Revenue	\$ 1,135,760	\$ 1,037,748	
Net Position	\$ 1,568,604	\$ 1,060,489	



Workers' Compensation Program
Administered by New Mexico Counties
Schedule of Investments 6/30/2025

Cash		Current Average			
		<u>Yield</u>		<u>Amount</u>	<u>Interest</u>
Banks, Money Market Accts & State Treas LGIP		2.87%	\$	2,980,415	\$ 85,572
<u>Securities</u>	<u>Est. Ann. Yld</u>	<u>Ending Market Val</u>		<u>Cost</u>	<u>Market Gain/Loss *</u>
Exchange Traded Funds	4.47%	7,365,535		7,155,666	209,869
Certificates of Deposit	0.00%	-		-	-
Government Bonds	3.30%	17,066,602		16,925,663	140,938
Govt Asset Backed Sec	4.33%	1,265,144		1,356,769	(91,625)
Mutual Funds	4.99%	1,875,518		1,870,385	5,133
Total Investments	3.77%	\$ 27,572,799	\$	27,308,483	\$ 264,316
Total Cash & Investments	3.69%	\$ 30,553,214	\$	30,288,898	
Estimated Annual Income on Cash & Investments		\$		1,126,371	
By Institution:					
Wells Fargo/Salmon Hauger Wealth Mgmt.		99%	\$	29,942,878	
Moreton Capital Markets		0%		-	
First National Santa Fe		1%		343,894	
State Treasurers LGIP		0%		2,125	
		100%	\$	30,288,898	

* Investments are purchased based on "yield to maturity." Market fluctuations do not affect the yield to maturity unless a premature sale is made

Unaudited Financial Statements as of June 30, 2025

New Mexico County Reinsurance, Inc.

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Artex

Alternative
Risk

New Mexico County Reinsurance, Inc.
Unaudited GAAP Financial Statements
June 30, 2025

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New Mexico County Reinsurance, Inc.
Unaudited GAAP Financial Statements
Balance Sheets

		Unaudited June 30, 2025	Unaudited June 30, 2024	Audited December 31, 2024
Assets:				
Cash & Cash Equivalents	<i>Exhibit 1</i>	\$ 1,649,217.60	\$ 1,363,876.83	\$ 911,171.99
Investments	<i>Exhibit 2</i>	28,070,485.88	22,689,614.10	22,428,562.03
Accrued Investment Interest		275,044.42	109,082.62	105,319.19
Ceded Unearned Premium Reserve	<i>Exhibit 6</i>	-	-	1,983,562.00
Prepaid Expenses	<i>Exhibit 3</i>	5,532.95	19,414.28	-
Reinsurance Premium Prepaid	<i>Exhibit 5</i>	330,000.00	-	-
Total Assets		\$ 30,330,280.85	\$ 24,181,987.83	\$ 25,428,615.21
Liabilities:				
Assumed Incurred But Not Reported		\$ 5,700,705.00	\$ 1,856,523.00	\$ 4,741,281.00
Assumed Outstanding Loss Reserves		8,454,750.00	2,715,045.00	6,754,065.00
Recoverable Incurred But Not Reported		(2,452,252.00)	-	(226,126.00)
Recoverable Outstanding Losses		(2,000,000.00)	-	(2,000,000.00)
Net Unpaid Loss Reserves	<i>Exhibit 7</i>	9,703,203.00	4,571,568.00	9,269,220.00
Accounts Payable & Accrued Expenses	<i>Exhibit 4</i>	99,080.61	-	63,484.90
Reinsurance Premium Payable	<i>Exhibit 5</i>	-	-	1,670,000.00
Funds Withheld Account		2,750,937.00	-	1,361,475.00
Unearned Premium Reserve	<i>Exhibit 6</i>	3,145,934.00	1,873,213.00	-
Total Liabilities		15,699,154.61	6,444,781.00	12,364,179.90
Shareholder's Equity:				
Contributed Capital & Surplus		15,600,000.00	15,600,000.00	15,600,000.00
Retained Earnings		(968,873.76)	2,137,206.83	(2,535,564.69)
Total Shareholder's Equity		14,631,126.24	17,737,206.83	13,064,435.31
Total Liabilities and Shareholder's Equity		\$ 30,330,280.85	\$ 24,181,987.83	\$ 25,428,615.21

For Internal Use Only

New Mexico County Reinsurance, Inc.
Unaudited GAAP Financial Statements
Statements of Operations

	<i>Current</i>		<i>Prior</i>	
	<i>Quarter</i>	<i>Year-to-Date</i>	<i>Year-to-Date</i>	<i>Year</i>
	April 1, 2025 - June 30, 2025	January 1, 2025 - June 30, 2025	January 1, 2024 - June 30, 2024	January 1, 2024 - December 31, 2024
Assumed Premium Written	\$ -	\$ 6,240,574.00	\$ 3,726,064.00	\$ 3,726,064.00
Provision for Unearned Assumed Premium Reserve	1,555,868.00	(3,145,934.00)	(1,873,213.00)	-
Assumed Premium Earned	1,555,868.00	3,094,640.00	1,852,851.00	3,726,064.00
Reinsurance Ceded Premium Written	-	-	-	(4,000,000.00)
Provision for Unearned Ceded Premium Reserve	(997,260.27)	(1,983,562.00)	-	1,983,562.00
Reinsurance Ceded Premium Earned	(997,260.27)	(1,983,562.00)	-	(2,016,438.00)
Net Premium Earned	558,607.73	1,111,078.00	1,852,851.00	1,709,626.00
Ceding Commission	-	-	-	-
Interest Expense	(41,666.67)	(83,333.33)	-	(83,333.34)
Net Ceding Commission	(41,666.67)	(83,333.33)	-	(83,333.34)
Assumed Losses & Losses Adjustment Expenses Paid	-	-	-	300,000.00
Assumed Change in Outstanding Reserves	1,700,685.00	1,700,685.00	2,570,045.00	6,609,065.00
Assumed Change in IBNR	(346,788.00)	959,424.00	(656,002.00)	2,228,756.00
Total Assumed Losses Incurred	1,353,897.00	2,660,109.00	1,914,043.00	9,137,821.00
Ceded Change in Outstanding Reserves	-	-	-	(2,000,000.00)
Ceded Change in IBNR	(1,110,014.00)	(2,226,126.00)	-	(226,126.00)
Total Ceded Losses Incurred	(1,110,014.00)	(2,226,126.00)	-	(2,226,126.00)
Net Losses Incurred	243,883.00	433,983.00	1,914,043.00	6,911,695.00
Placement Fees	-	30,000.00	30,000.00	30,000.00
Underwriting Expense	243,883.00	463,983.00	1,944,043.00	6,941,695.00
Net Underwriting Profit (Loss)	273,058.06	563,761.67	(91,192.00)	(5,315,402.34)
Audit and Tax Fees	12,250.00	12,250.00	-	12,300.00
Actuarial Fees	-	6,250.00	11,250.00	17,750.00
Captive Management	15,000.00	30,000.00	30,000.00	60,000.00
Legal Fee	6,242.25	6,442.25	-	-
License & Fees	-	7,510.00	7,510.00	7,510.00
D&O Insurance Expense	2,736.41	5,442.74	4,366.28	8,780.56
Directors Fees	-	-	200.00	200.00
Outsourced Service Fees	4,977.50	9,955.00	-	9,769.21
Operating Expenses	41,206.16	77,849.99	53,326.28	116,309.77
Investment Income	349,347.57	613,256.70	453,468.59	1,026,424.23
Realized Gain (Loss)	77,486.00	77,786.00	6,241.64	6,490.18
Unrealized Gain (Loss)	118,196.39	422,570.79	(259,341.30)	(189,737.41)
Investment Expenses	(16,392.86)	(32,834.24)	(19,877.19)	(48,262.95)
Other Income (Expense)	528,637.10	1,080,779.25	180,491.74	794,914.05
Net Income (Loss)	\$ 760,489.00	\$ 1,566,690.93	\$ 35,973.46	\$ (4,636,798.06)

For Internal Use Only

New Mexico County Reinsurance, Inc.
Unaudited GAAP Financial Statements
Statement of Cash Flow
For the Period Ended June 30, 2025

**Reconciliation of Operating Income (Loss) to Net
Cash Provided (Used) by Operating Activities**

Net Income (Loss) \$ 1,566,690.93

**Adjustment to Reconcile Net Income (Loss) to Net
Cash Provided (Used) by Operating Activities**

Net Unrealized (Gains) Losses on Investments	(422,570.79)
Bond Amortization	(59,459.62)
Expense for PY Dividend Recharacterization	8,372.27

(Decrease) Increase in:

Accrued Investment Interest	(169,725.23)
Ceded Unearned Premium Reserve	1,983,562.00
Prepaid Expenses	(5,532.95)
Accounts Payable & Accrued Expenses	35,595.71
Funds Withheld Account	1,389,462.00
Reinsurance Premium Payable-Prepaid	(2,000,000.00)
Unearned Premium Reserve	3,145,934.00
Assumed Incurred But Not Reported	959,424.00
Assumed Outstanding Loss Reserves	1,700,685.00
Recoverable Incurred But Not Reported	(2,226,126.00)
Total adjustments	4,813,278.53

Net Cash Provided (Used) By Operating Activities 5,906,311.32

Cash Provided (Used) by Financing Activities

Net Cash Provided (Used) by Financing Activities -

Cash Provided (Used) by Investing Activities

Purchase of Investments	(19,216,858.54)
Proceeds from Sale of Marketable Securities	14,126,378.83
Realized (Gain) Loss on Sales of Marketable Securities	(77,786.00)

Net Cash Provided (Used) by Investing Activities (5,168,265.71)

Net Increase (Decrease) in Cash & Cash Equivalents 738,045.61

Cash & Cash Equivalents at Beginning of Period 911,171.99

Cash & Cash Equivalents at End of Period \$ 1,649,217.60

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New Mexico County Reinsurance, Inc.
Unaudited Cumulative Statement of Operations
as of June 30, 2025

	Assumed				Ceded	Total
	Program Yr. 1 1/1/2022-1/1/2023	Program Yr. 2 1/1/2023-1/1/2024	Program Yr. 3 1/1/2024-1/1/2025	Program Yr. 4 1/1/2025-1/1/2026	3 Yr Reinsurance 7/1/2024-7/1/2025	
Premium Written	\$ 333,000.00	\$ 3,855,000.00	\$ 3,726,064.00	\$ 6,240,574.00	\$ (4,000,000.00)	\$ 10,154,638.00
Provision for Unearned Premium Reserve	-	-	-	(3,145,934.00)	-	(3,145,934.00)
Net Premium Earned	333,000.00	3,855,000.00	3,726,064.00	3,094,640.00	(4,000,000.00)	7,008,704.00
Ceding Commission	-	-	-	-	-	-
Interest Expense	-	-	-	-	(166,666.67)	(166,666.67)
Net Ceding Commission	-	-	-	-	(166,666.67)	(166,666.67)
Losses & Losses Adjustment Expenses Paid	300,000.00	-	-	-	-	300,000.00
Change in Outstanding Reserves	149,750.00	6,305,000.00	2,000,000.00	-	(2,000,000.00)	6,454,750.00
Change in IBNR	297,437.00	129,116.00	2,647,214.00	2,626,938.00	(2,452,252.00)	3,248,453.00
Net Losses Incurred	747,187.00	6,434,116.00	4,647,214.00	2,626,938.00	(4,452,252.00)	10,003,203.00
Placement fees	-	30,000.00	30,000.00	30,000.00	-	90,000.00
Underwriting Expense	747,187.00	6,464,116.00	4,677,214.00	2,656,938.00	(4,452,252.00)	10,093,203.00
Net Underwriting Profit (Loss)	(414,187.00)	(2,609,116.00)	(951,150.00)	437,702.00	285,585.33	(3,251,165.67)
Audit and Tax Fees	-	11,500.00	12,300.00	12,250.00	-	36,050.00
Actuarial Fees	-	8,000.00	17,750.00	6,250.00	-	32,000.00
Captive Management	60,000.00	60,000.00	60,000.00	30,000.00	-	210,000.00
Legal Fee	75.00	26,843.15	-	6,442.25	-	33,360.40
License & Fees	6,375.00	45,518.00	7,510.00	7,510.00	-	66,913.00
D&O Insurance Expense	4,137.63	10,906.88	8,780.56	5,442.74	-	29,267.81
Directors Fees	-	200.00	200.00	-	-	400.00
Outsourced Service Fees	-	-	9,769.21	9,955.00	-	19,724.21
Meeting expenses	164.70	(164.70)	-	-	-	-
Bank fees	175.00	225.00	-	-	-	400.00
Miscellaneous Expense	25.00	84.90	-	-	-	109.90
Operating Expenses	70,952.33	163,113.23	116,309.77	77,849.99	-	428,225.32
Investment Income	8,295.70	641,712.89	1,026,424.23	613,256.70	-	2,289,689.52
Realized Gain (Loss)	-	3,000.49	6,490.18	77,786.00	-	87,276.67
Unrealized Gain (Loss)	-	212,935.84	(189,737.41)	422,570.79	-	445,769.22
Investment Expenses	(692.94)	(30,428.05)	(48,262.95)	(32,834.24)	-	(112,218.18)
Other Income (Expense)	7,602.76	827,221.17	794,914.05	1,080,779.25	-	2,710,517.23
Net Income (Loss)	\$ (477,536.57)	\$ (1,945,008.06)	\$ (272,545.72)	\$ 1,440,631.26	\$ 285,585.33	\$ (968,873.76)

Three Year Excess of Loss Reinsurance Contract - Losses by Contract Year (Unamortized)

	Paid Losses	OSLR	IBNR	Ultimate Losses	Aggregate	Under (Over) Aggregate
Contract Year 1: 7/1/2024-7/1/2025	-	(2,000,000.00)	(2,452,252.00)	(4,452,252.00)	(8,000,000.00)	3,547,748.00
Contract Year 2: 7/1/2025-7/1/2026	-	-	-	-	(8,000,000.00)	8,000,000.00
Contract Year 3: 7/1/2026-7/1/2027	-	-	-	-	(8,000,000.00)	8,000,000.00
Contract Total	-	(2,000,000.00)	(2,452,252.00)	(4,452,252.00)	(16,000,000.00)	11,547,748.00

For Internal Use Only

New Mexico County Reinsurance, Inc.
Exhibits
For the Period Ended June 30, 2025

Exhibit 1	<u>Cash & Cash Equivalents</u>		
		Current Quarter End	Prior Fiscal Year-end
	Wells Fargo Advisors #2932 Investment Account - Cash	\$ 1,387,482.16	\$ 41,700.59
	Wells Fargo Advisors #2932 Investment Account - Money Market	222,182.00	733,505.42
	Wells Fargo Advisors #1288 Investment Account - Cash	20,151.73	27.61
	Wells Fargo Advisors #1288 Investment Account - Money Market	19,401.71	135,938.37
	Total	<u>\$ 1,649,217.60</u>	<u>\$ 911,171.99</u>
Exhibit 2	<u>Investments</u>	Current Quarter End - Amortized [Original] Cost	Prior Fiscal Year-end - Market Value
		Current Quarter End - Market Value	Prior Fiscal Year-end - Market Value
	Wells Fargo Advisors #2932 Investment Account	\$ 27,624,716.66	\$ 22,428,562.03
	Total	<u>\$ 27,624,716.66</u>	<u>\$ 22,428,562.03</u>
Exhibit 3	<u>Prepaid Expenses</u>	Current Quarter End	Prior Fiscal Year-end
	Captive Management	\$ -	\$ -
	D&O Insurance Expense	\$ 5,532.95	\$ -
	Total	<u>\$ 5,532.95</u>	<u>\$ -</u>
Exhibit 4	<u>Accounts Payable & Accrued Expenses</u>	Current Quarter End	Prior Fiscal Year-end
	Amelie-Rio Ventures, LLC	\$ 3,350.94	\$ 1,626.56
	Minimum Interest Credit Accrual	\$ 95,729.67	\$ 61,858.34
	Utah Insurance Department	\$ -	\$ -
	Total	<u>\$ 99,080.61</u>	<u>\$ 63,484.90</u>
Exhibit 5	<u>Ceded Premiums Payable (Prepaid)</u>	Current Quarter End	Prior Fiscal Year-end
	Reinsurer - Three Year Excess of Loss Reinsurance Contract	\$ (330,000)	\$ 1,670,000
	Total	<u>\$ (330,000)</u>	<u>\$ 1,670,000</u>

For Internal Use Only

New Mexico County Reinsurance, Inc.
Exhibits
For the Period Ended June 30, 2025

		A	B	C	D	E	F	G
			Written Prior Fiscal Year(s)	Written Current Fiscal Year	# Days Earned this Year	Premium Earned Current Year-to- date	Current Quarter- End	Prior Fiscal-Year End
Exhibit 6								
Premiums		Policy Effective Date	Policy Premium	Policy Premium			Premium Unearned	Premium Unearned
Grand Total, Policies In Force			\$ 3,914,064.00	\$ 6,240,574.00		\$ 1,111,078.00	\$ 3,145,934.00	\$ (1,983,562.00)
			<i>Premium written on P&L</i>			<i>Premium earned on P&L</i>	<i>UEPR on balance sheet</i>	<i>UEPR on balance sheet</i>
<u>Assumed Coverage</u>		12/31/2022						
A-Cov1	Law Enforcement Liability Reinsurance - All counties	1/1/2022	\$ 333,000.00	\$ -	0	\$ -	\$ -	\$ -
A-Cov1	Law Enforcement Liability Reinsurance - All counties	1/1/2023	3,375,000.00	-	0	-	-	-
A-Cov3	Law Enforcement Liability Reinsurance - Specific Counties	1/1/2023	480,000.00	-	0	-	-	-
A-Cov1	Law Enforcement Liability Reinsurance - All counties	1/1/2024	2,824,455.00	-	0	-	-	-
A-Cov2	Law Enforcement Liability Reinsurance - Only Bernalillo, Dona Ana, Sandoval & Sante Fe	1/1/2024	367,231.00	-	0	-	-	-
A-Cov3	Law Enforcement Liability Reinsurance-Inadequate Healthcare/Mental Services	1/1/2024	64,378.00	-	0	-	-	-
CATMN	Multi-line Liability Reinsurance-General, Auto, Employment Practices, Employee Benefits, Public Officials E&O	1/1/2024	470,000.00	-	0	-	-	-
A-Cov1	Law Enforcement Liability Reinsurance - All counties (\$2MM excess of \$2MM)	1/1/2025	-	4,464,639.00	181	2,213,972.00	2,250,667.00	-
A-Cov2	Law Enforcement Liability Reinsurance - Only Bernalillo, Sandoval & Sante Fe (2nd Excess of Loss, 50% \$1MM excess \$4MM)	1/1/2025	-	638,684.00	181	316,717.00	321,967.00	-
A-Cov3	Law Enforcement Liability Reinsurance-Inadequate Healthcare/Mental Services (50% \$2MM excess of \$2MM)	1/1/2025	-	667,251.00	181	330,883.00	336,368.00	-
CATMN	Multi-line Liability Reinsurance-General, Auto, Employment Practices, Employee Benefits, Public Officials E&O	1/1/2025	-	470,000.00	181	233,068.00	236,932.00	-
Total			<u>\$ 7,914,064.00</u>	<u>\$ 6,240,574.00</u>		<u>\$ 3,094,640.00</u>	<u>\$ 3,145,934.00</u>	<u>\$ -</u>
<u>Ceded Coverage</u>								
24-27 YR1	Law Enforcement Liability 3 Year Loss Reinsurance - Year 1	7/1/2024	\$ (4,000,000.00)	\$ -	181	(1,983,562.00)	-	(1,983,562.00)
Total			<u>\$ (4,000,000.00)</u>	<u>\$ -</u>		<u>\$ (1,983,562.00)</u>	<u>\$ -</u>	<u>\$ (1,983,562.00)</u>

For Internal Use Only

New Mexico County Reinsurance, Inc.
Exhibits
For the Period Ended June 30, 2025

Exhibit 7		A	B (C / A)	C	D	E (C / 365 * D)	F	G (E - F)	H	I	J (E - H - I)	K (I+J)
Losses & Loss Reserves												
Coverage Description	Policy Effective Date	Full Year Premium	Loss Ratio	Full Year Ultimate	# Days Earned this Year	Ultimate Pro-rata	Prior Year's Pro-rata Ultimate	Current Year-to-Date Provision for Loss	Inception to Date			
									Paid Losses	Case Reserves (OSLR)	IBNR Reserves	Net Unpaid Loss Reserves
Grand Total, Policies In Force		\$ 10,154,638.00	124.8%	\$ 12,673,682.00		\$ 10,003,203.00	\$ 9,569,220.00	\$ 433,983.00	\$ 300,000.00	\$ 6,454,750.00	\$ 3,248,453.00	
										Prov for Loss per P&L		
										OSLR on balance sheet	IBNR on balance sheet	Net Unpaid Loss Reserves on balance sheet
<u>Law Enforcement Liability Reinsurance - All Counties</u>												
10% share of \$3,000,000 in excess of \$2,000,000	1/1/2022	\$ 333,000.00	224.4%	\$ 747,187.00	0	\$ 747,187.00	\$ 747,187.00	\$ -	\$ 300,000.00	\$ 149,750.00	\$ 297,437.00	\$ 447,187.00
\$2,000,000 Excess of \$2,000,000 & 50% share of \$2,000,000 Excess of \$2,000,000	1/1/2023	3,375,000.00	172.0%	5,805,000.00	0	5,805,000.00	5,771,829.00	33,171.00	-	5,805,000.00	-	5,805,000.00
1st Excess of Loss \$2,000,000 Excess of \$2,000,000	1/1/2024	2,824,455.00	110.5%	3,120,625.00	0	3,120,625.00	3,120,625.00	-	-	2,000,000.00	1,120,625.00	3,120,625.00
1st Excess of Loss \$2,000,000 Excess of \$2,000,000	1/1/2025	4,464,639.00	82.3%	3,676,484.00	181	1,823,133.00	-	1,823,133.00	-	-	1,823,133.00	1,823,133.00
Total Assumed Coverage 1	Total	\$ 10,997,094.00	121.4%	\$ 13,349,296.00		\$ 11,495,945.00	\$ 9,639,641.00	\$ 1,856,304.00	\$ 300,000.00	\$ 7,954,750.00	\$ 3,241,195.00	\$ 11,195,945.00
<u>Law Enforcement Liability Reinsurance - Specific Counties</u>												
2nd Excess of Loss 50% of \$1,000,000 Excess of \$4,000,000	1/1/2023	\$ 480,000.00	131.1%	\$ 629,116.00	0	\$ 629,116.00	\$ 629,116.00	\$ -	\$ -	\$ 500,000.00	\$ 129,116.00	\$ 629,116.00
2nd Excess of Loss 50% of \$1,000,000 Excess of \$4,000,000	1/1/2024	367,231.00	140.8%	516,998.00	0	516,998.00	516,998.00	-	-	-	516,998.00	516,998.00
2nd Excess of Loss 50% of \$1,000,000 Excess of \$4,000,000	1/1/2025	667,251.00	88.3%	589,447.00	181	292,301.00	-	292,301.00	-	-	292,301.00	292,301.00
Total Assumed Coverage 2	Total	\$ 1,514,482.00	114.6%	\$ 1,735,561.00		\$ 1,438,415.00	\$ 1,146,114.00	\$ 292,301.00	\$ -	\$ 500,000.00	\$ 938,415.00	\$ 1,438,415.00
<u>Law Enforcement Liability Reinsurance-Inadequate Healthcare/Mental Services</u>												
50% share of \$2,000,000 Excess of \$2,000,000	1/1/2024	\$ 64,378.00	1265.4%	\$ 814,629.00	0	\$ 814,629.00	\$ 814,629.00	\$ -	\$ -	\$ -	\$ 814,629.00	\$ 814,629.00
50% share of \$2,000,000 Excess of \$2,000,000	1/1/2025	\$ 638,684.00	87.9%	\$ 561,486.00	181	\$ 278,436.00	\$ -	\$ 278,436.00	\$ -	\$ -	\$ 278,436.00	\$ 278,436.00
Total Assumed Coverage 3	Total	\$ 703,062.00	195.7%	\$ 1,376,115.00		\$ 1,093,065.00	\$ 814,629.00	\$ 278,436.00	\$ -	\$ -	\$ 1,093,065.00	\$ 1,093,065.00
<u>Multi-line Liability Reinsurance-General, Auto, Employment Practices, Employee Benefits, Public Officials E&O</u>												
\$1,000,000 Excess of \$1,000,000	1/1/2024	\$ 470,000.00	41.5%	\$ 194,962.00	0	\$ 194,962.00	\$ 194,962.00	\$ -	\$ -	\$ -	\$ 194,962.00	\$ 194,962.00
\$1,000,000 Excess of \$1,000,000	1/1/2025	\$ 470,000.00	100.0%	\$ 470,000.00	181	\$ 233,068.00	\$ -	\$ 233,068.00	\$ -	\$ -	\$ 233,068.00	\$ 233,068.00
Total Assumed Coverage Package Policy	Total	\$ 940,000.00	70.7%	\$ 664,962.00		\$ 428,030.00	\$ 194,962.00	\$ 233,068.00	\$ -	\$ -	\$ 428,030.00	\$ 428,030.00
<u>Ceded Law Enforcement Liability Reinsurance - All Counties</u>												
\$2,500,000 per Occurrence	7/1/2024	\$ (4,000,000.00)	111.3%	\$ (4,452,252.00)	181	\$ (4,452,252.00)	\$ (2,226,126.00)	\$ (2,226,126.00)	\$ -	\$ (2,000,000.00)	\$ (2,452,252.00)	\$ (4,452,252.00)
Total Ceded Coverage 1	Total	\$ (4,000,000.00)	111.3%	\$ (4,452,252.00)		\$ (4,452,252.00)	\$ (2,226,126.00)	\$ (2,226,126.00)	\$ -	\$ (2,000,000.00)	\$ (2,452,252.00)	\$ (4,452,252.00)
Summary by Policy Period		\$ 10,154,638.00	124.8%	\$ 12,673,682.00		\$ 10,003,203.00	\$ 9,569,220.00	\$ 433,983.00	\$ 300,000.00	\$ 6,454,750.00	\$ 3,248,453.00	\$ 9,703,203.00
Assumed Policies Incepting on	1/1/2022	\$ 333,000.00	224.4%	\$ 747,187.00		\$ 747,187.00	\$ 747,187.00	\$ -	\$ 300,000.00	\$ 149,750.00	\$ 297,437.00	\$ 447,187.00
Assumed Policies Incepting on	1/1/2023	3,855,000.00	166.9%	6,434,116.00		6,434,116.00	6,400,945.00	33,171.00	-	6,305,000.00	129,116.00	6,434,116.00
Assumed Policies Incepting on	1/1/2024	3,726,064.00	124.7%	4,647,214.00		4,647,214.00	4,647,214.00	-	-	2,000,000.00	2,647,214.00	4,647,214.00
Assumed Policies Incepting on	1/1/2025	6,240,574.00	84.9%	5,297,417.00		2,626,938.00	-	2,626,938.00	-	-	2,626,938.00	2,626,938.00
Ceded Policies Incepting on	7/1/2024	\$ (4,000,000.00)	111.3%	\$ (4,452,252.00)		\$ (4,452,252.00)	\$ (2,226,126.00)	\$ (2,226,126.00)	\$ -	\$ (2,000,000.00)	\$ (2,452,252.00)	\$ (4,452,252.00)

For Internal Use Only

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 8.C.	<u>Item Title:</u> Risk Management Update
<u>Presenter (s):</u> Grace Philips, Risk Management Director	

Memorandum

Date: August 20, 2025
To: NMCIA Board
From: Grace Philips, NMCIA Risk Management Director
Re: RM Update

- Katherine Carrol and I presented to the Courts, Corrections and Justice legislative committee regarding the cost of detention and the legislature's persistent failure to appropriate adequate funds. (article attached). It appears that litigation will be required to obtain full funding of the cost to counties which we estimate has been \$45Million short over the past 7 years.
- The litigation climate continues to get worse in California (article attached) and nationwide
- I am continuing to pursue a NACo Resolution to support enactment of a cap on federal civil rights damages. It was tabled at the NACo conference in Philadelphia in the face of significant opposition.
- The New Mexico Supreme Court settled the Civil Rights Act venue-shopping issue, holding that a case must be filed in the county where the event occurred (*City of Roswell v. the Hon. Maria Sanchez-Gagne and Maria De Lourdes Rodriguez*, No S-1-SC-40437, July 2, 2025 attached).
- We have applied for jail as a part of county government funding through the National Institutes of Correction (see attached). If selected we will offer this training to pool member counties with detention facilities.
- Cynthia Stephenson hosted a Zoom meeting with six counties, including Brandy Thompson of Union County, where she presented information on the BetterView Roof Program offered to NMCIA through our property appraisal company CBIZ. We are considering offering this program to all Multi-Line members for purchase (see attached.)
- Effective July 1, 2025, San Juan County no longer obtains workers' compensation coverage from NMCIA and no longer has representation on this board by Cynthia Singleton who served since July 2019.
- Progress Towards AI Implementation:
 - 10 staff are taking or have completed the course work to obtain the designation of Association AI Professional (AAiP).

444 Galisteo Street
Santa Fe, NM 87501

877-983-2101
505-983-2101
Fax: 505-983-4396

NMCOUNTIES.ORG

- Risk Senior Staff will be attending an AGRiP Staff training on implementation of AI in self-insurance pools
- I attended the AGRiP CEO conference earlier this month
- I have purchased Chat GPT5 for 6 staff
- Kamie Denton renewed her New Mexico adjuster's license, passing on her first attempt.

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CRIMINAL JUSTICE


GOV & POLITICS

New Mexico counties say state owes them millions for incarceration costs

Officials say funding shortfall could lead to litigation

BY: **AUSTIN FISHER** - JULY 11, 2025 3:31 PM



 The Metropolitan Detention Center, New Mexico's largest jail, is shown in a screenshot of a Bernalillo County public service announcement from December 2020. (Courtesy of Bernalillo County)

Two officials representing county governments say the State of New Mexico owes local governments millions of dollars for unreimbursed jail expenses.

But while lawmakers [passed legislation in 2007](#) requiring the state to reimburse county jails for incarcerating state prisoners, officials contend the state has not made sufficient contributions.

For instance, according to a recent [presentation](#) to the interim legislative Courts, Corrections and Justice Committee by Grace Phillips, risk management director for the [New Mexico County](#)

[Insurance Authority](#), between June 2023 and July 2024, the 25 counties with jails spent \$383 million on operations, but only received \$4.6 million in reimbursement from the state – approximately 1.2% – of the cost.

Phillips characterized that amount as “puny” and said it only covers half the cost resulting from detaining people who are in the legal custody of the Corrections Department.

Over the past seven years, this “state reimbursement shortfall” has totaled more than \$45.3 million, according to the presentation.

Phillips said the gap between what the state is legally obligated to pay and what the Legislature has set aside “has really gotten out of control.”

“The cost of detention is staggering when you think about what county budgets are like as opposed to the state,” she said. “We’re much smaller than the state, and we spend an extraordinary proportion of that budget on detention facilities.”

Katherine Carroll, a lobbyist for the nonprofit [NM Counties](#), told the committee that over the last five years, her organization has been unable to gain any traction with lawmakers about increasing reimbursements.

Carroll said she has raised the concerns with Legislative Finance Committee staff over the last couple of years, but by the end of each legislative session, they tell her “there’s just not enough money there to reimburse the counties for housing state inmates.”

The Legislature passed the county jail reimbursement law shortly after the New Mexico Court of Appeals [sided](#) with San Miguel County in a lawsuit against the Corrections Department. The court said the state must pay when someone in its custody is held in a local jail, even if the Legislature’s appropriation to the Corrections Department provided insufficient funds for doing so.

Committee Chair Sen. Joseph Cervantes (D-Las Cruces) pushed back at Carroll’s contention that staff told her the state had insufficient funds for reimbursement:

“Nobody elected the staff,” he said. “They elected us, and they elected the governor who passed a law that says you’re supposed to get reimbursed, and you don’t get reimbursed. So who made the staff king? I don’t understand that.”

So if the state isn't going to reimburse the counties, Cervantes contended, lawmakers should change the law to reflect that, or the counties should sue to enforce the law as it stands.

"I would tell you to sue – maybe that's the callous attitude of a lawyer, but we have courts and we have the law for a reason," he said. "When you say 'owed,' are you planning to do something about this? Or is it just to make us feel bad for you?"

Carroll told Cervantes her organization has been discussing the possibility of litigation for the past year, but had hoped the presentation to the committee might trigger lawmakers' assistance.

"Other than that, I guess the counties would have to look at a second lawsuit regarding this issue," she said.

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AUSTIN FISHER



Austin Fisher is a journalist based in Santa Fe. He has worked for newspapers in New Mexico and his home state of Kansas, including the Topeka Capital-Journal, the Garden City Telegram, the Rio Grande SUN and the Santa Fe Reporter. Since starting a full-time career in reporting in 2015, he's aimed to use journalism to lift up voices that typically go unheard in public debates around economic inequality, policing and environmental racism.

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STATES NEWSROOM

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Cash-strapped L.A.'s legal payouts soaring

By Noah Goldberg and Phi Do

The amount of money that the city of Los Angeles pays annually for police misconduct, trips and falls, and other lawsuits has ballooned, rising from \$64 million a decade ago to \$254 million last year and \$289 million this fiscal year.

The reasons are complicated, including aging sidewalks, juries' tendency to award larger judgments, possible shifts in legal strategy at the city attorney's office and an increase in the sheer number of lawsuits against the city.

The biggest chunk of payouts over the last five years was for "dangerous conditions" — lawsuits singling out faulty city infrastructure, such as broken elevators — at 32%, followed by civil rights violations and unlawful uses of force at 18% and traffic collisions involving city vehicles, also at 18%.

City officials have cited the legal payouts as a significant factor in a nearly \$1-billion budget shortfall for fiscal year 2025-26 that was closed with layoffs and other spending cuts.

City Atty. Hydee Feldstein Soto, who took office in December 2022, heads the office that defends the city against lawsuits.

In an interview with The Times and public appearances throughout the city, Feldstein Soto cited a backlog of cases from the COVID-19 pandemic, when courts were barely moving, that were settled or went to trial in recent years.

"Structured settlements" negotiated by her predecessor, Mike Feuer, which are paid out annually rather than in one lump sum, have also contributed to the tab, she said.

Feldstein Soto also said she believes juries are increasingly antagonistic to city governments, resulting in larger verdicts.

Feuer said in an interview that the city was entering into structured settlements before he took office and that he does not believe he increased their use.

To explain the rise in legal liability payouts during his tenure — from about \$40 million in 2013 to about \$91 million in 2022 — Feuer cited a lack of investment in city infrastructure such as streets and sidewalks during the 2008 financial crisis.

In public appearances, Feldstein Soto has sometimes blamed plaintiffs for trying to get financial compensation for what she characterized as risky behavior or interpersonal disputes.

Speaking to the Sherman Oaks Homeowners Assn. this year, she said that two types of lawsuits — dangerous-conditions lawsuits and those brought by city employees over

working conditions — are ripe for abuse. Some employees who sue the city simply don't like their bosses, Feldstein Soto said, citing a lawsuit by a Los Angeles police captain, Stacey Vince, who alleged that higher-ups retaliated against her after she complained about her boss. Vince was awarded \$10.1 million by a jury, and the city subsequently settled the case for just under \$6 million.

Feldstein Soto also described one man who sued the city as an “idiot.” The man was riding his electric scooter without a helmet, Feldstein Soto said, when he crashed on an uneven sidewalk and into a nearby tree, suffering a traumatic brain injury.

According to Feldstein Soto, taxpayers ultimately pay the price for these lawsuits.

“Please understand that every dollar you award is your money,” she said.

The number of lawsuits filed against the city has risen each year since the pandemic, from 1,131 in 2021 to 1,560 in 2024.

At the same time, the average amount the city pays per case has increased dramatically, from under \$50,000 in 2022 to \$132,180 in 2024. A contributing factor is the increase in payouts of at least \$1 million, with 17 such cases in 2022 and 39 in 2024. (The city counts settlements or jury verdicts in the fiscal year they are paid out, not when the dollar amount is decided.)

From July 2024 to March 2025, the city paid \$1 million or more in 51 lawsuits.

Feldstein Soto said these “nuclear verdicts” cut deep into the city budget and could raise payouts for similar cases in the future.

Total annual payouts in police misconduct cases jumped from \$15 million in 2020 to \$50 million in 2024. Dangerous-conditions cases rose from around \$41 million in 2020 to about \$84 million in 2024.

This year, the city paid \$21 million to plaintiffs in a series of lawsuits related to a botched Los Angeles Police Department bomb squad fireworks detonation that injured more than 20 people and displaced many residents.

Also this year, the city paid out a \$17.7-million verdict to the family of a man with mental health issues killed by an off-duty LAPD officer.

This coming fiscal year, the city increased its allocation for liability payouts from about \$87 million to \$187 million — far less than what it has been paying in recent years — out of a \$14-billion budget.

City Councilmember Eunisses Hernandez, who chairs the council's public works committee, said the rising payouts stem in part from the city's long-term lack of investment in infrastructure. The city spent about 10% of its overall budget on streets and other public

works last year — substantially less than it spent on police, said Hernandez, who favors a smaller LAPD.

“As a city, we don’t invest in the maintenance of our city,” she said. “I have felt like I’ve been screaming into the void about some of these things.”

In one lawsuit paid out this year, the city agreed to give \$3 million to a man who tripped over a slightly uneven sidewalk and suffered a traumatic brain injury.

In April last year, the city reached a \$21-million settlement with a man whose skull was broken by a streetlamp part that fell on him. The city had gone to trial, with a jury awarding the man \$22 million, but the parties eventually settled for the slightly lower amount.

“I believe the driving force is the delays and lack of maintenance of the city that has caused an increase in such incidents,” said Arash Zabetian, a lawyer for the man hit by the streetlamp.

Some plaintiffs’ attorneys say that Feldstein Soto’s legal strategies are contributing to the rising liability costs. They assert that she is taking more cases to trial, resulting in larger verdicts than if she had settled.

Matthew McNicholas, an attorney who often sues the city on behalf of police officers, said he recently went to trial in five cases and won all of them, for a total payout of more than \$40 million.

He would have been happy to settle all five cases for a total of less than \$10 million, he said.

One of the lawsuits, which ended with a \$13-million verdict, was filed by two male officers accused of drawing a penis on a suspect’s abdomen. The officers alleged that higher-ups did not cast the same suspicion on their female colleagues.

In another of the lawsuits, a whistleblower alleged that he was punished for highlighting problems in the LAPD Bomb Detection K-9 Section. A jury also awarded him \$13 million.

“It’s not a tactic to say we’re going to play hardball. It’s just stupid,” McNicholas said. “I am frustrated because [the city attorney] goes and blames my clients and runaway juries for her problems.”

Greg Smith, another plaintiffs’ attorney, said he has also noticed a tendency at Feldstein Soto’s office to push cases to trial.

“Everything is a fight,” Smith said. “I have been suing the city for 30 years, and this has been the worst administration with respect to trying to settle cases.”

Feldstein Soto said her office settles “every case we can.”

“It’s in nobody’s interest to go to trial. It’s a waste of resources,” she said. “But we will not settle cases where we don’t think we’re liable or where the demand is unreasonable.”

To stem the flood of large payouts, Feldstein Soto is looking to Sacramento for help, proposing a bill that would cap lawsuits against California cities at \$1 million or three times the economic losses caused by an incident, whichever is greater. Caps on damages already exist in 38 states, according to Feldstein Soto’s office.

She has yet to find a state legislator to sponsor the bill.

E. J. H. Gagne

IN THE SUPREME COURT OF THE STATE OF NEW MEXICO

Opinion Number:

Filing Date: July 2, 2025

NO. S-1-SC-40437

**CITY OF ROSWELL,
a municipal corporation,**

Petitioner,

v.

**THE HON. MARIA SANCHEZ-GAGNE,
District Court Judge,
First Judicial District Court,**

Respondent,

and

**MARIA DE LOURDES RODRIGUEZ,
AMELIA PONCE, individually and on
behalf of her minor child, J.A., and
KRISTINA MARTINEZ, as the Personal
Representative of the Wrongful Death Estate
of NICKOLAS DE JESUS ACOSTA, Deceased,**

Real Parties in Interest.

ORIGINAL PROCEEDING

I CERTIFY AND ATTEST:
A true copy was served on all parties
or their counsel of record on date filed.

Myscole Vigil

Clerk of the Supreme Court
of the State of New Mexico

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20 for Real Parties in Interest

1 **OPINION**

2 **THOMSON, Chief Justice.**

3 {1} The New Mexico Civil Rights Act (NMCRA) authorizes a person to sue a
4 public body for deprivation of the rights, privileges, and immunities guaranteed by
5 the Bill of Rights in Article II of the New Mexico Constitution. *See* NMSA 1978, §§
6 41-4A-1 to -13 (2021). Section 41-4A-3(B) provides that plaintiffs under the
7 NMCRA “*may maintain an action to establish liability and recover actual damages*
8 *and equitable or injunctive relief in any New Mexico district court.*” (Emphasis
9 added.) This case raises an important issue of first impression: whether a plaintiff
10 bringing claims under the NMCRA may sue a municipality in any district court in
11 the state or whether they must bring the action in the county where the municipality
12 is located. The answer to this question hinges on whether Section 41-4A-3(B) is a
13 venue provision. Exercising our original jurisdiction to issue a writ of superintending
14 control under Article VI, Section 3 of the New Mexico Constitution, we hold that
15 (1) Section 41-4A-3(B) establishes jurisdiction in the district courts over claims
16 brought under the NMCRA and is not a venue provision, and (2) NMSA 1978,
17 Section 38-3-2 (1939), governs venue for NMCRA claims filed against a
18 municipality.

1 **I. BACKGROUND**

2 {2} The City of Roswell (the City), located in Chaves County, New Mexico,
3 sought a writ of superintending control to order district court Judge Maria Sanchez-
4 Gagne (Respondent) to dismiss for improper venue a lawsuit filed against the City
5 in the First Judicial District Court in Santa Fe County. Maria de Lourdes Rodriguez,
6 Amelia Ponce, and Kristina Martinez, Real Parties in Interest (Real Parties),
7 advanced a single claim under the NMCRA for alleged civil rights violations
8 resulting from the fatal shooting of Nikolas de Jesus Acosta in Roswell by two
9 Roswell police officers. Consistent with the NMCRA, the lawsuit named the City as
10 the only defendant. *See* § 41-4A-3(C) (“Claims brought pursuant to the [NMCRA]
11 shall be brought exclusively against a public body.”).

12 {3} The City moved to dismiss the lawsuit for improper venue. It argued that
13 under the plain language of Section 38-3-2, the lawsuit “can only be brought in the
14 Fifth Judicial District in Chaves County, . . . as that is the county where the [City] is
15 located.” Section 38-3-2, which governs the venue of civil actions against
16 municipalities and boards of county commissioners, provides as follows:

17 All civil actions not otherwise required by law to be brought in the
18 district court of Santa Fe county, wherein any municipality or board of
19 county commissioners is a party defendant, shall be instituted only in
20 the district court of the county in which such municipality is located, or
21 for which such board of county commissioners is acting.

1 {4} The district court denied the City’s motion to dismiss, relying instead on a
2 “plain reading” of Section 41-4A-3(B), which provides in relevant part that “a
3 person . . . may maintain an action [for relief under the NMCRA] . . . *in any New*
4 *Mexico district court.*” (Emphasis added.) The district court concluded that Section
5 41-4A-3(B) establishes venue for a NMCRA claim “in any New Mexico district
6 court” and later denied the City’s motion to certify the issue for interlocutory appeal.
7 The City then filed a petition for writ of superintending control in this Court. We
8 ordered a stay. After considering the petition and the Real Parties’ response in
9 opposition, we lifted the stay, granted the City’s petition for writ of superintending
10 control, and issued a writ directing Respondent to dismiss for improper venue the
11 lawsuit filed by the Real Parties. We now write to explain our reasoning.

12 II. DISCUSSION

13 A. Superintending Control Is Warranted Because the Petition Raises an 14 Issue Meriting Extraordinary Relief

15 {5} This Court has original jurisdiction to issue a writ of superintending control
16 pursuant to Article VI, Section 3 of the New Mexico Constitution. This gives the
17 Court the power to control the ordinary course of litigation, which includes “the
18 authority to regulate pleading, practice, and procedure” in the lower courts. *Johnson*
19 *& Johnson v. Wilson*, 2025-NMSC-003, ¶ 9, 563 P.3d 841 (internal quotation marks
20 and citation omitted). Through this broad and extraordinary power, the Court may

1 offer guidance to lower courts on how to properly apply the law, in this case a statute
2 that controls venue.

3 {6} Characterizing this case as a “garden-variety motion to dismiss” and a
4 “relatively mundane venue issue,” the Real Parties argue that the issue of venue
5 generally does not support extraordinary relief. This case has far broader
6 implications. Indeed, the City argues Section 41-4A-3(B) is not a venue provision at
7 all but is instead a *jurisdictional* provision for purposes of NMCRA claims.
8 Providing clarity on questions of venue is well within our purview. *See Baker v. BP*
9 *Am. Prod. Co.*, 2005-NMSC-011, ¶ 4, 137 N.M. 334, 110 P.3d 1071 (noting that the
10 Court granted certiorari from the Court of Appeals’ order denying interlocutory
11 review, “finding the proper interpretation of the venue statute to be a matter of
12 substantial public interest”); *Blancett v. Dial Oil Co.*, 2008-NMSC-011, ¶ 3, 143
13 N.M. 368, 176 P.3d 1100 (granting certiorari from the Court of Appeals’ order
14 denying application for interlocutory appeal of the district court’s denial of a motion
15 to dismiss for improper venue); *Gardiner v. Galles Chevrolet Co.*, 2007-NMSC-052,
16 ¶ 3, 142 N.M. 544, 168 P.3d 116 (same).

17 {7} At present, at least four claims have been filed in First Judicial District Court
18 against foreign counties or municipalities which implicate NMCRA claims. *See*
19 Order of Dismissal Without Prejudice, *Murphy v. Town of Taos*, D-101-CV-2024-

1 00346 (1st Jud. Dist. Sept. 9, 2024) (dismissing claims against the Town of Taos and
2 the Taos Police Department for improper venue); Order Dismissing Civil Action
3 Without Prejudice, *Lopez v. N.M. State Police*, D-101-CV-2023-02458 (1st Jud.
4 Dist. June 18, 2024) (dismissing claims against Taos County and the Taos County
5 Sheriff's Office for improper venue); Order Dismissing Case Without Prejudice,
6 *McGill v. Cnty. of Taos*, D-101-CV-2023-01498 (1st Jud. Dist. Mar. 6, 2024)
7 (dismissing claims against County of Taos for improper venue); Order on
8 Defendants' Motion to Dismiss, *Swope v. Colfax Cnty. Sheriff's Dep't*, D-101-CV-
9 2022-01424 (1st Jud. Dist. Jan. 23, 2023) (dismissing NMCRA claims against
10 Colfax County Sheriff's Department and Angel Fire Police Department for improper
11 venue). The Real Parties' lawsuit against the City stands apart as the only case where
12 a district court held that venue against a foreign municipality was proper under the
13 NMCRA. As a result, the First Judicial District Court is divided on this issue,
14 creating inconsistency in the interpretation of Section 41-4A-3(B) and potential
15 confusion in a rapidly developing area of law. Delaying guidance on this subject
16 would allow the continued filing of NMCRA claims against foreign municipalities—
17 and the likelihood of repeatedly litigating the venue question in every case—until
18 the issue is finally resolved by an appellate court. Resolving the question now will
19 avoid duplicative litigation and preserve public funds and judicial resources.

1 {8} We are also persuaded that the number of cases raising this issue is likely to
2 increase. The historic ubiquity of federal civil-rights claims against law enforcement
3 officers, coupled with the NMCRA's requirement that *only* a public body may be
4 sued under the NMCRA, virtually guarantees that municipalities (and counties) will
5 be regularly named as NMCRA defendants due to the alleged actions of their officer-
6 employees. *See* § 41-4A-3(C) (providing that an NMCRA claim "shall be brought
7 exclusively against a public body"); *cf.* § 41-4A-13(A) (requiring notice of an
8 NMCRA claim for the act or omission of a certified law enforcement officer to the
9 officer's agency or department); NMSA 1978, § 3-13-2 (1988) (setting forth the
10 duties of municipal police officers); NMSA 1978, §§ 4-41-1 to -22 (1855, as
11 amended through 2017) (setting forth the duties and powers of county sheriffs).

12 {9} Moreover, we note that the NMCRA is recently-enacted landmark legislation.
13 *Bolen v. N.M. Racing Comm'n*, 2025-NMSC-____, ¶ 11, ____ P.3d ____ (S-1-SC-
14 40427, June 2, 2025). It was enacted "as a state analogue to federal civil rights
15 litigation under [42 U.S.C.] § 1983" and creates "a private cause of action for a
16 person deprived of state constitutional rights by the acts or omissions of New Mexico
17 governmental entities and officials." *Bolen*, 2025-NMSC-____, ¶¶ 11, 13. It explicitly
18 creates a limited waiver of sovereign immunity for NMCRA claims and exposes
19 state and local governments—and any branch of local government that receives state

1 funding—to liability for such deprivations, with some exceptions. Section 41-4A-9;
2 Section 41-4A-2; Section 41-4A-10. Thus, the issue before us has significant
3 statutory and constitutional implications. *See, e.g., Lujan Grisham v. Romero*, 2021-
4 NMSC-009, ¶ 16, 483 P.3d 545 (exercising jurisdiction when the issue “centers
5 around questions of constitutional law and statutory construction—matters that we
6 review de novo”).

7 {10} For these reasons, we conclude the exercise of extraordinary jurisdiction is
8 warranted. The question of venue against a foreign municipality under the NMCRA
9 presents a question of substantial public interest with the potential to affect many, if
10 not all, NMCRA plaintiffs and defendants. Accordingly, we opt to decide the
11 question “at the earliest moment.” *Griego v. Oliver*, 2014-NMSC-003, ¶ 11, 316
12 P.3d 865 (citation omitted); *cf. State v. Wilson*, 2021-NMSC-022, ¶ 15, 489 P.3d 925
13 (“There is an obvious public interest in ensuring fair and consistent adjudication of
14 an issue touching the concerns of thousands of owners of business property
15 throughout New Mexico.”).

16 **B. Section 41-4A-3(B) Merely Establishes Jurisdiction Over NMCRA**
17 **Claims and Does Not Govern Venue**

18 {11} The Real Parties assert the phrase “may maintain an action . . . in any New
19 Mexico district court” is a venue provision that allows them to file their NMCRA
20 claim against the City in the district court in Santa Fe County instead of Chaves

1 County. Section 41-4A-3(B). Whether Section 41-4A-3(B) governs venue for
2 NMCRA claims as opposed to Section 38-3-2 is a question of statutory construction,
3 which we review de novo. *Romero*, 2021-NMSC-009, ¶ 16; *Nguyen v. Bui*, 2023-
4 NMSC-020, ¶ 14, 536 P.3d 482. We give the language of Section 41-4A-3(B) its
5 ordinary and plain meaning and determine that meaning by context and common
6 usage. *Zangara v. LSF9 Master Participation Tr.*, 2024-NMSC-021, ¶ 10, 557 P.3d
7 111; NMSA 1978, § 12-2A-2 (1997).

8 {12} Section 41-4A-3(B) states in its entirety:

9 A person who claims to have suffered a deprivation of any rights,
10 privileges or immunities pursuant to the bill of rights of the constitution
11 of New Mexico due to acts or omissions of a public body or person
12 acting on behalf of, under color of or within the course and scope of the
13 authority of a public body *may maintain an action* to establish liability
14 and recover actual damages and equitable or injunctive *relief in any*
15 *New Mexico district court.*

16 (Emphasis added.) This provision was enacted as part of the NMCRA in 2021 and
17 creates a private right of action to enforce the rights guaranteed under the Bill of
18 Rights of the New Mexico Constitution. Among other things, the NMCRA waives
19 sovereign immunity as a defense to such claims. *See* § 41-4A-9. However, unlike
20 other prominent statutes which similarly waive sovereign immunity, the NMCRA
21 does not include an explicit venue provision. *Compare* §§ 41-4A-1 to -13 (2021)
22 (the New Mexico Civil Rights Act) *with* NMSA 1978, § 41-4-18(B) (1976)

(detailing venue requirements for claims under the Tort Claims Act, NMSA 1978, §§ 41-4-1 to -30 (1976, as amended through 2020)).

{13} The question, therefore, is whether the Legislature intended Section 41-4A-3(B) to act as a venue provision for NMCRA claims and thereby supersede New Mexico's existing venue statutes, including Section 38-3-2. We conclude that Section 41-4A-3(B) is not a venue provision. Put simply, Section 41-4A-3(B) lacks the essential features of a venue provision and we will not construe it as one. Instead, Section 41-4A-3(B) is consistent with statutes that create a statutory cause of action and vest *jurisdiction* in the district courts.

{14} New Mexico law is replete with venue provisions. Without exception, these provisions share two common features: (1) they specify one or more *counties* where venue is proper, and (2) they either establish *venue* explicitly or they identify where an action may be *brought, instituted, commenced, or filed*. See, e.g., § 41-4-18(B) (“*Venue* for any claim against the state or its public employees, pursuant to the Tort Claims Act, shall be in the district court for the county in which a plaintiff resides, or in which the cause of action arose, or in Santa Fe *county*.” (emphasis added)); Section 38-3-2 (prescribing the “county” in which a civil action shall be “brought”

1 or “instituted” against a municipality or board of county commissioners).¹ Notably,
2 each of these verbs is strongly associated with the initiation of a lawsuit. *See Bring*

¹The number of venue provisions using this formulation is vast. The following list is illustrative and almost certainly incomplete: NMSA 1978, § 19-4-21 (1882) (prescribing the “county” where a party may “bring” a suit to resolve an adverse claim for lands disposed of as part of a townsite); NMSA 1978, § 24-17-10(A) (2010) (prescribing the “county” where an action may be “brought” by the attorney general for a violation of the Continuing Care Act); NMSA 1978, § 30-8-8(B) (1963) (prescribing the “county” where a civil action may be “brought” to abate a public nuisance); NMSA 1978, § 30-23-7 (1963) (prescribing the “county” where an action shall be “brought” to recover anything of value from a public officer or employee convicted of unlawful interest in a public contract); NMSA 1978, § 30-33-14 (1967) (“*Venue* is in the *county* in this state where the telecommunication service giving rise to the prosecution was solicited or initiated.” (emphasis added)); NMSA 1978, § 36-2-28.2(A) (2011) (prescribing the “county” where an action may be “brought” by the attorney general to prosecute actions related to the unauthorized practice of law); NMSA 1978, § 38-3-1 (1988) (prescribing the “county” or “counties” where civil actions shall be “commenced,” “instituted,” or “brought” for various types of civil actions); NMSA 1978, § 40-4-4 (1973) (prescribing the “county” where a proceeding may be “instituted” for dissolution of marriage, division of property, or disposition of children or alimony); NMSA 1978, § 42-2-5(A) (1959) (prescribing the “county” where “a petition may be filed” and where the proceeding may be “brought” when the state is the moving party to a condemnation action); NMSA 1978, § 42-6-1 (1951) (prescribing the “county” where a quiet-title action may be “brought”); NMSA 1978, § 42-7-1 (1933) (prescribing the “county” where an action may be “brought” to compel specific performance of a contract of sale of real estate); NMSA 1978, § 48-6-15 (1921) (prescribing the “county” where a suit may be “instituted” under the Agricultural Landlord Liens Act); NMSA 1978, § 50-4-26(B) (2013) (prescribing the “county” where the director may “institute” an action against an employer for failure to comply with the Minimum Wage Act); NMSA 1978, § 57-1-5(B) (1979) (prescribing the “county” where the attorney general may “file” a petition for an order to enforce a demand under the Antitrust Act); NMSA 1978, § 57-12-8(A) (1977) (prescribing the “county” where an action may be “brought” by the attorney general for a violation of the Unfair Practices Act); NMSA 1978, § 57-

1 *an Action*, *Black's Law Dictionary* (12th ed. 2024) ("To sue; institute legal
2 proceedings."); *Institute*, *Black's Law Dictionary* (12th ed. 2024) ("To begin or start;
3 commence ... institute legal proceedings."); *Commence*, *Merriam-Webster's*
4 *Collegiate Dictionary* (11th ed. 2020) ("[T]o have or make a beginning: start.");
5 *File*, *Black's Law Dictionary* (12th ed. 2024) ("To commence a lawsuit.").

13-4 (1987) (prescribing the "county" where an action may be "brought" by the attorney general for a violation of the Pyramid Promotional Schemes Act); NMSA 1978, § 57-16-12 (1973) (prescribing the "county" where a suit may be "brought" for injunctive relief for a violation of the Motor Vehicle Dealers Franchising Act); NMSA 1978, § 59A-16-28(A)-(B) (1984) (prescribing the "county" where the superintendent of insurance shall cause an action to be "instituted" for an unfair or deceptive method of competition, act, or practice); NMSA 1978, § 59A-38-14 (1984) (prescribing the "county" where an action may be "brought" against the attorney-in-fact or underwriters of a Lloyds Plan insurance operation); NMSA 1978, § 59A-46-25(E) (1993) (prescribing the "county" where the superintendent of insurance may "institute" a proceeding for relief for a violation of the Health Maintenance Organization Law); NMSA 1978, § 62-12-2 (1941) (prescribing the "county" where an action shall be "brought" against the Public Regulation Commission to enforce its duties and obligations under the Public Utility Act); NMSA 1978, § 62-12-7 (1941) (prescribing the "county" where an action shall be "brought" to recover penalties under the Public Utility Act); NMSA 1978, § 62-19-8(F) (2020) (prescribing the "county" where the attorney general or district attorney may "institute" a civil action for a violation of Section 62-19-8); NMSA 1978, § 65-2A-4(B)(2) (2023) (prescribing the "county" where the department of transportation may "institute" civil actions to enforce the Motor Carrier Act); NMSA 1978, § 74-4-10.1(E) (1989) (prescribing the "county" where an action by the director may be "brought" to enforce an order under the Hazardous Waste Act); NMSA 1978, § 74-9-28(B) (1990) (prescribing the "county" where an action may be "brought" to enforce a subpoena related to an adjudicatory hearing under the Solid Waste Act).

1 {15} The language of Section 41-4A-3(B) has none of these features. Unlike our
2 state's myriad venue provisions, the phrase "may maintain an action . . . in any New
3 Mexico district court" in Section 41-4A-3(B) does not specify one or more *counties*
4 where venue is proper for an NMCRA claim. Nor does the statute reference *venue*
5 explicitly or identify where an NMCRA claim may be initiated, whether *brought*,
6 *instituted*, *commenced*, or *filed*. Rather, Section 41-4A-3(B) provides that an
7 NMCRA claim may be *maintained* in any district court, a verb that describes
8 continuing with or participating in an action, rather than initiating one. *See Maintain*,
9 *Black's Law Dictionary* (12th ed. 2024) ("1. To continue (something). 2. To continue
10 in possession of (property, etc.). 3. To assert (a position or opinion); to uphold (a
11 position or opinion) in argument.").

12 {16} The difference between initiating and maintaining an action is not merely
13 semantic. At least three venue provisions use *institute* to prescribe where the action
14 may be initiated and *maintain* to clarify whether the action may be pursued at all.
15 *See* NMSA 1978, § 21-2A-10 (2019) (prescribing the "county" where an action may
16 be "institute[d]" to contest the validity of proceedings held under the College District
17 Tax Act, provided that "no such suit or action shall be *maintained* unless it is
18 instituted within ten days after the issuance by the proper official of a certificate or
19 notification of the results of the election" (emphasis added)); NMSA 1978, § 21-

1 14A-3(J) (2019) (same for an action under the Off-Campus Instruction Act); NMSA
2 1978, § 21-14-2(J) (2019) (same for an action “under the branch community college
3 laws”). This distinction is common in non-venue provisions as well. *See, e.g.,*
4 NMSA 1978, § 54-2A-1003 (2007) (“A derivative action may be *maintained* only
5 by a person that is a partner at the time the action is *commenced*.” (emphasis added));
6 NMSA 1978, § 24-15-14(B) (1979) (“No suit or action shall be *maintained* against
7 any ski area operator for injuries incurred as a result of the use of a ski lift or ski area
8 unless the same is *commenced* within three years of the time of the occurrence of the
9 injuries complained of.” (emphasis added)). Thus, by providing that an NMCRA
10 claim may be maintained in any New Mexico district court—without establishing
11 venue explicitly or specifying one or more counties where an NMCRA claim may
12 be initiated—Section 41-4A-3(B) is not a venue provision and does not conflict with
13 Section 38-3-2.

14 {17} The Real Parties assert Section 41-4A-3(B) must be construed as a venue
15 provision to avoid rendering the phrase “in any New Mexico district court”
16 surplusage. We disagree. The phrase “in any New Mexico district court” has
17 jurisdictional significance in state court proceedings, vesting jurisdiction for
18 NMCRA claims in *district* courts. *See* N.M. Const. art. VI, § 13 (“The district court
19 shall have original jurisdiction in all matters and causes not excepted in this

1 constitution, and such jurisdiction of special cases and proceedings as provided by
2 law.”); *see also In re Forest*, 1941-NMSC-019, ¶ 10, 45 N.M. 204, 113 P.2d 582
3 (defining “special statutory proceedings” as “statutory proceedings to enforce rights
4 and remedies created by statute and which were unknown to the common law”).
5 Numerous statutes creating a right of action similarly establish jurisdiction in district
6 courts. *See, e.g.*, § 41-4-18(A) (“Exclusive original jurisdiction for any claim under
7 the Tort Claims Act shall be in the *district courts* of New Mexico.” (emphasis
8 added)); NMSA 1978, § 24-34-5(A) (2023) (“A person claiming to be aggrieved by
9 a violation of the Reproductive and Gender-Affirming Health Care Freedom Act
10 may maintain an action in *district court* for appropriate relief.” (emphasis added)).
11 This understanding of the phrase “in any New Mexico district court” undermines the
12 Real Parties’ insistence that the phrase must be construed as an open-ended venue
13 provision to avoid reading it out of the statute.

14 {18} Without language establishing where an NMCRA claim can be *brought*,
15 *instituted, commenced, or filed*, Section 41-4A-3(B) lacks the essential features of a
16 venue provision. Rather, like many other statutes, it establishes a right to *maintain* a
17 statutory cause of action and vests “any New Mexico district court” with jurisdiction
18 over such an action. Construing Section 41-4A-3(B) as establishing jurisdiction

1 rather than venue provides a harmonious reading with Section 38-3-2 and gives
2 effect to both statutes.

3 {19} Absent a specific venue provision in the NMCRA, Section 38-3-2 governs
4 venue in all civil actions brought against a municipality or board of county
5 commissioners, including actions under the NMCRA. Nothing in the NMCRA
6 suggests the Legislature intended Section 41-4A-3(B) to be a venue provision, let
7 alone a venue provision that supersedes Section 38-3-2. Accordingly, we reject the
8 Real Parties' argument that it should be construed as such, and hold that Section 38-
9 3-2 governs venue for NMCRA actions. Applying Section 38-3-2 in this case, venue
10 is improper in Santa Fe.

11 **III. CONCLUSION**

12 {20} For the foregoing reasons, we hold that (1) Section 41-4A-3(B) establishes
13 jurisdiction in New Mexico district courts over claims brought under the NMCRA
14 and is not a venue provision, and (2) Section 38-3-2 governs venue for NMCRA
15 claims filed against a municipality. For these reasons, we granted the City's verified
16 petition for writ of superintending control and directed Respondent to dismiss for
17 improper venue the lawsuit filed by the Real Parties.

1 {21} IT IS SO ORDERED.

2 
3 DAVID K. THOMSON, Chief Justice

4 WE CONCUR:

5 
6 MICHAEL E. VIGIL, Justice

7 
8 C. SHANNON BACON, Justice

9 
10 JULIE J. VARGAS, Justice

11 
12 BRIANA H. ZAMORA, Justice



The Jail as a Part of County Government

Agenda

DAY 1

- 8:00 AM Introduction.....
- 9:00 AM Laying the Foundation
- 11:30 AM Role of the Jail in the Community
- Noon *Lunch*
- 1:00 PM Role of the Jail in the Community (continued)
- 3:00 PM Elements of an Effective Jail
- 5:00 PM *Adjourn*

DAY 2

- 8:00 AM Welcome and Recap of the Previous Day
- 8:15 AM Elements of an Effective Jail (con't).....
- Noon *Lunch*
- 1:00 PM Functions of Local Government in Public Safety
- 3:00 PM Coordination with Judicial and Human Services.....
- 5:00 PM *Adjourn*

DAY 3

- 8:00 AM Welcome & Recap from Previous Day
- 8:15 AM Coordination with Judicial and Human Services (con't)
- 10:00 AM Partnering for Problem Solving
- Noon *Lunch*
- 1:00 PM Partnering for Problem Solving (continued)
- 2:30 PM Closeout and Workshop Evaluation.....
- 3:00 PM *Adjourn*

Classroom-Based Learning

Instructor Led Training

Jail as Part of County Government

Course Description

Jail administrators, sheriffs, and county commissioners/administrators or regional jail boards have an important role in ensuring that jail operations are conducted in a safe, secure, humane, and legal manner. This 3-day training program is designed to:

- Educate participants about the role of the jail, its operations, and its resource needs.
- Recognize potential consequences for not working together to address jail/county issues.
- Help team members better understand the characteristics of a “good jail” and each other’s responsibilities and challenges.
- Build collaboration among jurisdictional team members in addressing jail issues.
- Improve the coordination of the jail with other justice and human service agencies making the most efficient use of available resources.

Who Should Apply

Three-person teams from each local jurisdiction consisting of the county commissioner, county administrator, or regional jail board member, and the jail administrator.

Cost and Schedule

NIC provides the trainers, curriculum, and training materials for partnership programs. There are no fees for registration, tuition, or materials associated with the training. However, please note that participants (or their employing agencies) are responsible for travel, lodging, and meal expenses associated with attending the program.

BetterView Roof

- Satellite photography and associated roof damage and risk data provided in spreadsheet and PDF format (snippet of example data below).
- May enhance members' current roof condition maintenance process.
- \$25 per building

PDF Link	Id 2	Address	Sq. Ft.	VisualScore	Damage	Rust	Ponding	Debris	Patching	Staining	Wear and Tear	High Hail Risk
https://tower.betterview.com/proj	Mora County Senior Center-Senior Center Building	13 Courthouse Drive	14860.82	95	Undamaged	None	None	None	None	None	No	No
https://tower.betterview.com/pr	Mora County Senior Center-David Cargo Library Building (Leased)	335 State Highway 518	12966.3	95	Undamaged	None	None	None	None	None	No	No
https://tower.betterview.com/pr	Mora Volunteer Fire Station-Volunteer Fire Station	602 State Highway 518	24801.39	97	Undamaged	None	None	None	None	None	No	No
https://tower.betterview.com/pr	Chacon Fire Station-Fire Station Building	17 County Road B-006	16254.84	99	Undamaged	None	None	None	None	None	No	No
https://tower.betterview.com/pr	Chet Fire/Old Bar-Fire Station/Old Barn Building	3 County Road B-028	21110.59	95	Undamaged	None	None	None	None	None	No	No
https://tower.betterview.com/pr	Mora Transfer Station-Maintenance Building	170 State Highway 434	13969.45	59	Undamaged	None	None	None	Prevalent	None	No	No
https://tower.betterview.com/proj	C.H.E.T. Fire Station #2-Fire Station Building	21 State Highway 121	10049.81	75	Undamaged	None	None	None	Prevalent	None	No	No
https://tower.betterview.com/pr	Temporary County Office-Temporary County Office	329 State Highway 518	8371.03	96	Undamaged	None	None	None	None	None	No	No
https://tower.betterview.com/pr	Ledoux Fire Substation-Fire Substation Building	90 County Road A-005	8183.55	100	Undamaged	None	None	None	None	None	No	No
https://tower.betterview.com/pr	Buena Vista Fire Station-Fire Station Building	95 County Road C-011	13134.11	97	Undamaged	None	None	None	None	None	No	No
https://tower.betterview.com/proj	Mora County Complex-Mora County Complex (Partly Vacant)	1 Courthouse Drive	70361.33	93	Undamaged	None	None	None	None	Minor	No	No

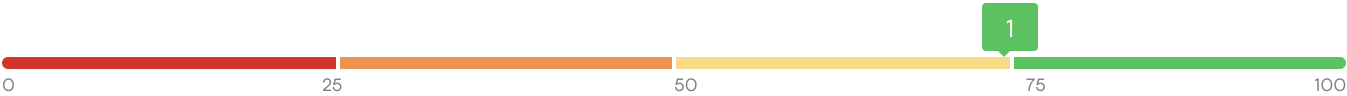
Storm Surge Inundation Level	High earthquake risk	Prone to earthquake damage?	Intensity Level (MMI)	Richter Scale	Fault Earthquake	Fracking Earthquake	LowScore	HighScore	Priority Level
N/A	No	More Prone	VI	4.1-4.6	Between 1 and 5 Miles to Known Earthquake Fault	N/A	95	95	Low
N/A	No	More Prone	VI	4.1-4.6	Between 1 and 5 Miles to Known Earthquake Fault	N/A	95	100	Low
N/A	No	More Prone	VI	4.1-4.6	Between 1 and 5 Miles to Known Earthquake Fault	N/A	97	99	Low
N/A	No	More Prone	VI	4.1-4.6	Between 5 and 10 Miles to Known Earthquake Fault	N/A	99	99	Low
N/A	No	More Prone	VI	4.1-4.6	Between 1 and 5 Miles to Known Earthquake Fault	N/A	95	95	Low
N/A	No	More Prone	VI	4.1-4.6	Between 1 and 5 Miles to Known Earthquake Fault	N/A	59	100	Low
N/A	No	More Prone	VI	4.1-4.6	Between 5 and 10 Miles to Known Earthquake Fault	N/A	75	75	Low
N/A	No	More Prone	VI	4.1-4.6	Between 1 and 5 Miles to Known Earthquake Fault	N/A	96	99	Low
N/A	No	More Prone	VI	4.1-4.6	Between 1 and 5 Miles to Known Earthquake Fault	N/A	100	100	Low
N/A	No	More Prone	VI	4.1-4.6	Between 1 and 5 Miles to Known Earthquake Fault	N/A	97	97	Low
N/A	No	More Prone	VI	4.1-4.6	Between 1 and 5 Miles to Known Earthquake Fault	N/A	93	93	Low

Summary of Roof Condition



Imagery: 09/23/22

75 out of 100













Building 1

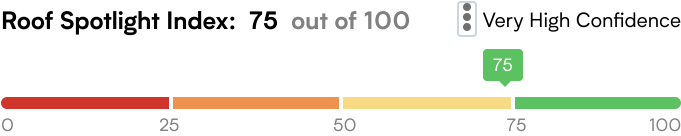


Roof Attributes

Roof Footprint:	2,313 ft²
Shape:	Gable (82% Confidence)
Material:	Metal Panel (99% Confidence)
Slope:	4 degrees (Flat)
Height:	23 ft (1 Story)

Spotlights

 patching	Prevalent (4%, 89 ft²)
 skylight	Skylight (2%, 44 ft²)
 structural_damage	None
 missing_shingles	None
 worn_shingles	None
 tarp	None
 rust	None
 ponding	None
 staining	None
 debris	None



**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 9.A.	<u>Item Title:</u> Strategic Retreat Agenda
<u>Presenter (s):</u> Brandy Thompson, Board Member	



NMCIA Retreat Agenda

October 22-23, 2025

[Fuller Lodge](#)

Pararito Room
2132 Central Avenue
Los Alamos, NM 87544
(505) 662-8405

NMCIA Board Meeting

Wednesday, October 22, 2025

8:30 a.m.	Board Meeting
11:30 a.m. – 12:30 p.m.	Lunch
12:30 p.m.	Board Meeting <i>Continued</i>

NMCIA Board Retreat

Wednesday, October 22, 2025 (Continued)

Retreat begins at conclusion of board meeting.

Overview of Benchmark Analytics
Steven Brewer, Benchmark Analytics

- Overview of the portal
- Analytic and AI capabilities

Review NMCIA Mission, Vision

6:00 p.m.	Cocktail Reception and Dinner
	6:00 p.m. cocktails & hors d' oeuvres
	6:45 p.m. dinner – ordering from an a la carte menu

Location:
beef & leaf, 3801 Arkansas Ave Suite G, Los Alamos

NMCIA Board Retreat *Continued*

Thursday, October 23, 2025

- | | |
|-------------------------|--|
| 8:30 – 9:00 a.m. | Board Succession Planning & Review of Board Responsibilities |
| 9:00 – 10:30 a.m. | <p>Round Table Discussions</p> <ul style="list-style-type: none">○ Deductibles<ul style="list-style-type: none">- Offer deductibles to all workers' compensation members including a mandatory minimum- Increase liability deductibles including law enforcement○ Quota Shares<ul style="list-style-type: none">- Consider offering/requiring quota share for high-cost claims○ Capital Adequacy<ul style="list-style-type: none">- future capital adequacy funding per the policy benchmark <p>Or roundtable discussions on:</p> <ul style="list-style-type: none">○ NMCIA Loss Prevention Mitigation Services & Tools<ul style="list-style-type: none">- What do members want to see from NMCIA? How can we help members better in navigating claims, educating them on risks, communicate our services?- Feedback on current services & tools |
| 10:30 – 10:45 a.m. | Break (beverages, light snacks) |
| 10:45 a.m. – 11:30 p.m. | Use of AI for Governmental Self-insurance Pools |
| 11:30 – 12:30 p.m. | Lunch |
| 12:30 – 2:15 p.m. | Use of AI for Governmental Self-insurance Pools <i>Continued</i> |

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 10.A.	<u>Item Title:</u> Loss Ratio Reports
<u>Presenter (s):</u> Patricia Lovato, Risk Management Data Analyst	

As of 6/30/25

NMCIA LAW ENFORCEMENT LOSS RATIO SUMMARY

COUNTY	FY 21 2015	FY 22 2016	FY 23 2017	FY 24 2018	FY 25 2019	FY 26 2020	FY 27 2021	FY 28 2022	FY 29 2023	FY 30 2024	FY 21-30 Pool Avg.	FY 31 2025
Bernalillo	148.39%	61.69%	140.44%	72.02%	93.30%	134.13%	158.87%	316.86%	123.55%	75.46%	132.47%	21.70%
Catron	0.00%	0.00%	0.00%	0.00%	0.00%	288.39%	0%	714.76%	0.00%	0.00%	100.31%	0.00%
Chaves	16.98%	198.73%	209.23%	0.00%	42.38%	234.47%	346.93%	292.62%	103.33%	32.25%	147.69%	45.29%
Cibola	371.15%	557.92%	292.82%	0.00%	0.00%	36.67%	0%	0.00%	0.00%	27.33%	128.59%	0.00%
Colfax	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	4584.09%	0.00%	74.58%	34.85%	469.35%	0.00%
Curry	25.49%	580.16%	0.04%	0.00%	35.70%	9.18%	324%	0.69%	6.70%	30.92%	101.29%	25.01%
De Baca	0.00%	0.00%	0.00%	0.00%	0.00%	897.37%	1953.92%	0.00%	0.00%	0.00%	285.13%	0.00%
Dona Ana	41.83%	101.61%	74.45%	4.08%	17.95%	21.45%	74%	66.04%	261.01%	53.49%	71.61%	15.19%
Eddy	545.78%	0.00%	0.00%	0.00%	759.68%	134.83%	371.46%	76.64%	49.31%	7.86%	194.56%	16.10%
Grant	0.00%	407.53%	50.73%	160.61%	25.84%	0.00%	0%	0.00%	0.00%	105.56%	75.03%	0.00%
Guadalupe	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	232.20%	23.22%	0.00%
Harding	3089.28%	0.00%	0.00%	0.00%	0.00%	0.00%	0%	0.00%	0.00%	0.00%	308.93%	0.00%
Hidalgo	90.90%	0.00%	0.00%	0.00%	251.76%	0.00%	0.00%	0.00%	26.19%	24.12%	39.30%	0.00%
Lincoln	0.00%	516.43%	216.47%	58.67%	71.73%	0.08%	57%	0.00%	117.49%	100.17%	113.77%	24.16%
Luna	170.22%	133.74%	13.90%	3.02%	137.75%	0.00%	26.99%	26.94%	714.14%	0.00%	122.67%	0.00%
McKinley	0.00%	0.00%	0.00%	0.00%	13.26%	0.00%	0%	1145.51%	51.20%	0.00%	121.00%	343.38%
Mora	312.84%	200.10%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	51.29%	0.00%
Otero	0.00%	0.00%	5.01%	547.71%	0.00%	0.00%	31%	0.00%	149.77%	751.75%	148.53%	0.00%
Quay	498.76%	276.33%	95.65%	0.00%	0.00%	0.00%	55.47%	0.00%	0.00%	0.00%	92.62%	6.29%
Roosevelt	784.39%	180.08%	0.00%	956.17%	0.00%	234.68%	0%	89.24%	0.00%	16.80%	226.14%	0.00%
San Miguel	583.13%	41.19%	0.00%	18.07%	16.36%	85.00%	647.08%	259.67%	14.48%	66.13%	173.11%	13.88%
Sandoval	236.12%	161.60%	37.93%	22.59%	46.54%	60.74%	0%	44.99%	33.38%	12.47%	65.63%	0.30%
Santa Fe	0.00%	69.73%	8.34%	3.40%	180.86%	0.00%	69.23%	114.46%	104.04%	38.02%	58.81%	30.59%
Sierra	6.60%	219.61%	0.00%	0.00%	0.00%	0.00%	0%	40.17%	0.00%	1.58%	26.80%	0.00%
Socorro	699.57%	1161.20%	749.59%	4.14%	219.75%	0.00%	43.56%	82.63%	287.11%	933.28%	418.08%	26.69%
Taos	47.33%	0.00%	0.00%	0.00%	44.76%	25.91%	170%	0.00%	261.01%	771.06%	132.01%	4.75%
Torrance	0.00%	0.00%	0.00%	6.89%	0.00%	0.00%	628.89%	170.44%	0.00%	49.95%	85.62%	0.00%
Union	6292.34%	2371.29%	0.00%	0.00%	617.89%	0.00%	0%	0.00%	0.00%	0.00%	928.15%	0.00%
Valencia	0.00%	0.00%	6.31%	46.16%	13.82%	29.72%	19.46%	342.18%	0.00%	254.83%	71.25%	0.00%
TOTAL	138.78%	130.88%	72.21%	55.09%	91.11%	69.48%	162.53%	185.25%	120.68%	106.66%	113.27%	23.68%

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 21 2015 SIR \$750K						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$2,124,381	\$3,152,437	148.39%	0	143	2	\$3,029,931
Catron	\$19,436	\$0	0.00%	0	0	0	\$0
Chaves	\$100,481	\$17,058	16.98%	0	1	0	\$0
Cibola	\$230,812	\$856,669	371.15%	0	3	1	\$632,186
Colfax	\$27,153	\$0	0.00%	0	2	0	\$0
Curry	\$276,314	\$70,446	25.49%	0	23	0	\$0
DeBaca	\$44,194	\$0	0.00%	0	0	0	\$0
Dona Ana	\$1,207,723	\$505,233	41.83%	0	22	0	\$0
Eddy	\$272,104	\$1,485,097	545.78%	0	10	2	\$1,794,975
Grant	\$200,881	\$0	0.00%	0	7	0	\$0
Guadalupe	\$12,340	\$0	0.00%	0	1	0	\$0
Harding	\$6,775	\$209,292	3089.28%	0	1	0	\$0
Hidalgo	\$106,805	\$97,090	90.90%	0	4	0	\$0
Lincoln	\$55,660	\$0	0.00%	0	7	0	\$0
Luna	\$110,089	\$187,389	170.22%	0	8	0	\$0
McKinley	\$181,344	\$0	0.00%	0	1	0	\$0
Mora	\$24,636	\$77,071	312.84%	0	12	0	\$0
Otero	\$268,825	\$0	0.00%	0	2	0	\$0
Quay	\$61,399	\$306,234	498.76%	0	5	0	\$0
Roosevelt	\$113,873	\$893,211	784.39%	0	6	1	\$37,588
San Miguel	\$126,093	\$735,283	583.13%	0	8	1	\$389,764
Sandoval	\$272,024	\$642,296	236.12%	0	44	0	\$0
Santa Fe	\$461,952	\$0	0.00%	0	7	0	\$0
Sierra	\$131,104	\$8,653	6.60%	0	3	0	\$0
Socorro	\$72,233	\$505,327	699.57%	0	8	0	\$0
Taos	\$239,109	\$113,174	47.33%	0	2	0	\$0
Torrance	\$59,452	\$0	0.00%	0	0	0	\$0
Union	\$9,609.33	\$604,652	6292.34%	0	21	0	\$0
Valencia	\$724,801	\$0	0.00%	0	0	0	\$0
TOTAL at 6/30/25	\$7,541,603	\$10,466,610	138.78%	0	351	7	\$5,884,444
TOTAL at 12/31/24		\$10,466,610	138.78%	0			
Open Reserves		\$0					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 22 2016 SIR \$1M						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$2,090,665	\$1,289,810	61.69%	0	121	0	\$0
Catron	\$18,977	\$0	0.00%	0	2	0	\$0
Chaves	\$138,243	\$274,736	198.73%	0	4	0	\$0
Cibola	\$272,617	\$1,520,976	557.92%	0	8	1	\$4,033,977
Colfax	\$34,831	\$0	0.00%	0	5	0	\$0
Curry	\$368,197	\$2,136,148	580.16%	0	13	1	\$934,616
DeBaca	\$60,803	\$0	0.00%	0	1	0	\$0
Dona Ana	\$1,270,449	\$1,290,945	101.61%	0	29	0	\$0
Eddy	\$295,037	\$0	0.00%	0	15	0	\$0
Grant	\$239,248	\$975,000	407.53%	0	3	1	\$7,399
Guadalupe	\$16,375	\$0	0.00%	0	1	0	\$0
Harding	\$9,321	\$0	0.00%	0	1	0	\$0
Hidalgo	\$126,418	\$0	0.00%	0	2	0	\$0
Lincoln	\$76,578	\$395,469	516.43%	0	4	0	\$0
Luna	\$151,461	\$202,565	133.74%	0	9	0	\$0
McKinley	\$220,620	\$0	0.00%	0	0	0	\$0
Mora	\$33,895	\$67,822	200.10%	0	18	0	\$0
Otero	\$358,082	\$0	0.00%	0	2	0	\$0
Quay	\$74,164	\$204,939	276.33%	0	5	0	\$0
Roosevelt	\$128,802	\$231,947	180.08%	1	4	0	\$0
San Miguel	\$152,818	\$62,944	41.19%	0	10	0	\$0
Sandoval	\$374,253	\$604,792	161.60%	0	28	0	\$0
Santa Fe	\$617,297	\$430,439	69.73%	0	3	0	\$0
Sierra	\$128,007	\$281,120	219.61%	0	8	0	\$0
Socorro	\$99,379	\$1,153,994	1161.20%	0	9	0	\$0
Taos	\$237,171	\$0	0.00%	0	1	0	\$0
Torrance	\$81,795	\$0	0.00%	0	2	0	\$0
Union	\$11,980	\$284,080	2371.29%	0	13	0	\$0
Valencia	\$1,028,833	\$0	0.00%	0	0	0	\$0
TOTAL at 6/30/25	\$8,716,317	\$11,407,726	130.88%	1	321	3	\$4,975,993
TOTAL at 12/31/24		\$11,407,726	130.88%	1			
Open Reserves		\$80,811					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 23 2017 SIR \$1M						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$2,234,393	\$3,138,011	140.44%	0	105	1	\$2,676,890
Catron	\$19,615	\$0	0.00%	0	1	0	\$0
Chaves	\$148,441	\$310,585	209.23%	0	1	0	\$0
Cibola	\$306,405	\$897,220	292.82%	0	5	0	\$0
Colfax	\$36,002	\$0	0.00%	0	2	0	\$0
Curry	\$413,832	\$169	0.04%	0	11	0	\$0
DeBaca	\$62,847	\$0	0.00%	0	1	0	\$0
Dona Ana	\$1,287,669	\$958,694	74.45%	0	17	0	\$0
Eddy	\$331,604	\$0	0.00%	0	6	0	\$0
Grant	\$254,495	\$129,105	50.73%	0	3	0	\$0
Guadalupe	\$18,076	\$0	0.00%	0	1	0	\$0
Harding	\$9,634	\$0	0.00%	0	0	0	\$0
Hidalgo	\$142,086	\$0	0.00%	0	1	0	\$0
Lincoln	\$81,459	\$176,333	216.47%	0	2	0	\$0
Luna	\$170,233	\$23,667	13.90%	0	3	0	\$0
McKinley	\$237,547	\$0	0.00%	0	7	0	\$0
Mora	\$38,096	\$0	0.00%	0	0	0	\$0
Otero	\$402,463	\$20,167	5.01%	0	11	0	\$0
Quay	\$78,408	\$75,000	95.65%	0	2	0	\$0
Roosevelt	\$139,596	\$0	0.00%	0	2	0	\$0
San Miguel	\$168,692	\$0	0.00%	0	4	0	\$0
Sandoval	\$378,681	\$143,623	37.93%	0	13	0	\$0
Santa Fe	\$681,416	\$56,811	8.34%	0	19	0	\$0
Sierra	\$143,873	\$0	0.00%	0	1	0	\$0
Socorro	\$105,923	\$793,986	749.59%	1	3	0	\$0
Taos	\$269,169	\$0	0.00%	0	5	0	\$0
Torrance	\$91,932	\$0	0.00%	0	4	0	\$0
Union	\$12,383	\$0	0.00%	0	0	0	\$0
Valencia	\$1,146,023	\$72,273	6.31%	0	11	0	\$0
TOTAL at 6/30/25	\$9,410,996	\$6,795,646	72.21%	1	241	1	\$2,676,890
TOTAL at 12/31/24		\$6,770,646	71.94%	1			
Open Reserves		\$651,065					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 24 2018 SIR \$1.5M						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$2,752,806	\$1,982,626	72.02%	1	78	0	\$0
Catron	\$22,905	\$0	0.00%	0	1	0	\$0
Chaves	\$173,340	\$0	0.00%	0	3	0	\$0
Cibola	\$127,352	\$0	0.00%	0	3	0	\$0
Colfax	\$42,041	\$0	0.00%	0	3	0	\$0
Curry	\$483,247	\$0	0.00%	0	8	0	\$0
DeBaca	\$73,389	\$0	0.00%	0	0	0	\$0
Dona Ana	\$1,503,657	\$61,303	4.08%	0	29	0	\$0
Eddy	\$419,199	\$0	0.00%	0	12	0	\$0
Grant	\$297,184	\$477,301	160.61%	0	9	0	\$0
Guadalupe	\$21,108	\$0	0.00%	0	1	0	\$0
Harding	\$11,250	\$0	0.00%	0	0	0	\$0
Hidalgo	\$171,979	\$0	0.00%	0	3	0	\$0
Lincoln	\$95,122	\$55,806	58.67%	0	3	0	\$0
Luna	\$198,788	\$6,004	3.02%	0	2	0	\$0
McKinley	\$277,393	\$0	0.00%	0	2	0	\$0
Mora	\$44,486	\$0	0.00%	0	0	0	\$0
Otero	\$178,589	\$978,151	547.71%	0	5	0	\$0
Quay	\$91,560	\$0	0.00%	0	3	0	\$0
Roosevelt	\$163,011	\$1,558,669	956.17%	0	8	1	\$2,571,477
San Miguel	\$196,988	\$35,592	18.07%	0	10	0	\$0
Sandoval	\$486,825	\$109,993	22.59%	0	11	0	\$0
Santa Fe	\$839,515	\$28,528	3.40%	0	18	0	\$0
Sierra	\$177,254	\$0	0.00%	0	0	0	\$0
Socorro	\$123,690	\$5,124	4.14%	0	3	0	\$0
Taos	\$314,319	\$0	0.00%	0	4	0	\$0
Torrance	\$107,353	\$7,399	6.89%	0	2	0	\$0
Union	\$14,460	\$0	0.00%	0	0	0	\$0
Valencia	\$1,375,085	\$634,760	46.16%	1	20	0	\$0
TOTAL at 6/30/25	\$10,783,895	\$5,941,259	55.09%	2	241	1	\$2,571,477
TOTAL at 12/31/24		\$5,944,842	55.13%	1			
Open Reserves		\$17,809					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 25 2019 SIR \$1.5M						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$3,207,381	\$2,992,339	93.30%	1	69	2	\$6,119,157
Catron	\$23,664	\$0	0.00%	0	0	0	\$0
Chaves	\$201,321	\$85,313	42.38%	0	2	0	\$0
Cibola	\$131,570	\$0	0.00%	0	1	0	\$0
Colfax	\$48,970	\$0	0.00%	0	5	0	\$0
Curry	\$547,885	\$195,578	35.70%	1	8	0	\$0
DeBaca	\$75,819	\$0	0.00%	0	1	0	\$0
Dona Ana	\$1,479,606	\$265,638	17.95%	1	28	0	\$0
Eddy	\$454,312	\$3,451,330	759.68%	2	11	1	\$175,000
Grant	\$307,026	\$79,330	25.84%	0	5	0	\$0
Guadalupe	\$21,807	\$0	0.00%	0	0	0	\$0
Harding	\$11,623	\$0	0.00%	0	0	0	\$0
Hidalgo	\$211,694	\$532,970	251.76%	0	1	0	\$0
Lincoln	\$98,273	\$70,493	71.73%	0	3	0	\$0
Luna	\$205,371	\$282,893	137.75%	0	5	0	\$0
McKinley	\$286,580	\$38,001	13.26%	0	3	0	\$0
Mora	\$45,959	\$0	0.00%	0	0	0	\$0
Otero	\$184,504	\$0	0.00%	0	3	0	\$0
Quay	\$94,592	\$0	0.00%	0	0	0	\$0
Roosevelt	\$180,830	\$0	0.00%	0	3	0	\$0
San Miguel	\$214,410	\$35,082	16.36%	0	10	0	\$0
Sandoval	\$567,050	\$263,891	46.54%	0	7	0	\$0
Santa Fe	\$919,882	\$1,663,669	180.86%	1	28	0	\$0
Sierra	\$188,511	\$0	0.00%	0	2	0	\$0
Socorro	\$127,787	\$280,817	219.75%	0	4	0	\$0
Taos	\$324,729	\$145,343	44.76%	1	6	0	\$0
Torrance	\$110,908	\$0	0.00%	0	2	0	\$0
Union	\$14,939	\$92,305	617.89%	0	1	0	\$0
Valencia	\$1,426,654	\$197,137	13.82%	0	12	0	\$0
TOTAL at 6/30/25	\$11,713,656	\$10,672,128	91.11%	7	220	3	\$6,294,157
TOTAL at 12/31/24		\$10,784,228	92.07%	8			
Open Reserves		\$535,897					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 26 2020 SIR \$2M						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$3,324,820	\$4,459,666	134.13%	3	55	1	\$725,000
Catron	\$24,530	\$70,742	288.39%	0	1	0	\$0
Chaves	\$201,806	\$473,165	234.47%	0	7	0	\$0
Cibola	\$136,388	\$50,011	36.67%	0	2	0	\$0
Colfax	\$50,763	\$0	0.00%	0	1	0	\$0
Curry	\$544,810	\$50,028	9.18%	0	9	0	\$0
DeBaca	\$78,595	\$705,292	897.37%	0	1	0	\$0
Dona Ana	\$1,497,881	\$321,322	21.45%	1	17	0	\$0
Eddy	\$470,946	\$634,985	134.83%	0	10	0	\$0
Grant	\$318,268	\$0	0.00%	0	7	0	\$0
Guadalupe	\$22,605	\$0	0.00%	0	2	0	\$0
Harding	\$12,049	\$0	0.00%	0	0	0	\$0
Hidalgo	\$219,445	\$0	0.00%	0	0	0	\$0
Lincoln	\$101,871	\$84	0.08%	0	6	0	\$0
Luna	\$212,891	\$0	0.00%	0	3	0	\$0
McKinley	\$297,073	\$0	0.00%	0	3	0	\$0
Mora	\$47,642	\$0	0.00%	0	2	0	\$0
Otero	\$191,259	\$0	0.00%	0	2	0	\$0
Quay	\$98,056	\$0	0.00%	0	1	0	\$0
Roosevelt	\$182,561	\$428,442	234.68%	1	4	0	\$0
San Miguel	\$212,488	\$180,617	85.00%	1	5	0	\$0
Sandoval	\$587,813	\$357,013	60.74%	1	7	0	\$0
Santa Fe	\$819,946	\$0	0.00%	0	21	0	\$0
Sierra	\$195,413	\$0	0.00%	0	2	0	\$0
Socorro	\$132,466	\$0	0.00%	0	2	0	\$0
Taos	\$336,619	\$87,223	25.91%	0	4	0	\$0
Torrance	\$114,969	\$0	0.00%	0	1	0	\$0
Union	\$15,486	\$0	0.00%	0	0	0	\$0
Valencia	\$1,404,947	\$417,522	29.72%	0	10	0	\$0
TOTAL at 6/30/25	\$11,854,404	\$8,236,111	69.48%	7	185	1	\$725,000
TOTAL at 12/31/24		\$8,409,410	70.94%	8			
Open Reserves		\$1,109,581					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 27 2021 SIR \$2M						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$3,118,304	\$4,953,924	158.87%	8	64	1	\$3,015,974
Catron	\$17,003	\$0	0.00%	0	1	0	\$0
Chaves	\$175,318	\$608,225	346.93%	1	13	0	\$0
Cibola	\$121,825	\$0	0.00%	0	2	0	\$0
Colfax	\$43,982	\$2,016,174	4584.09%	0	2	1	\$72,328
Curry	\$476,524	\$1,543,791	323.97%	1	6	0	\$0
DeBaca	\$68,097	\$1,330,566	1953.92%	0	1	0	\$0
Dona Ana	\$1,090,518	\$808,542	74.14%	1	24	0	\$0
Eddy	\$412,248	\$1,531,341	371.46%	2	8	0	\$0
Grant	\$278,599	\$0	0.00%	0	2	0	\$0
Guadalupe	\$19,586	\$0	0.00%	0	4	0	\$0
Harding	\$8,266	\$0	0.00%	0	0	0	\$0
Hidalgo	\$199,999	\$0	0.00%	0	0	0	\$0
Lincoln	\$88,264	\$50,000	56.65%	1	2	0	\$0
Luna	\$184,455	\$49,789	26.99%	0	3	0	\$0
McKinley	\$205,914	\$0	0.00%	0	3	0	\$0
Mora	\$32,683	\$0	0.00%	0	1	0	\$0
Otero	\$165,712	\$51,484	31.07%	0	4	0	\$0
Quay	\$67,966	\$37,702	55.47%	0	3	0	\$0
Roosevelt	\$158,045	\$0	0.00%	0	0	0	\$0
San Miguel	\$184,829	\$1,196,000	647.08%	2	6	0	\$0
Sandoval	\$514,548	\$0	0.00%	0	2	0	\$0
Santa Fe	\$810,829	\$561,346	69.23%	4	17	0	\$0
Sierra	\$169,311	\$0	0.00%	0	1	0	\$0
Socorro	\$114,772	\$50,000	43.56%	1	8	0	\$0
Taos	\$291,656	\$495,910	170.03%	1	7	0	\$0
Torrance	\$99,612	\$626,450	628.89%	0	10	0	\$0
Union	\$10,734	\$0	0.00%	0	1	0	\$0
Valencia	\$750,200	\$145,955	19.46%	1	17	0	\$0
TOTAL at 6/30/25	\$9,879,799	\$16,057,197	162.53%	23	212	2	\$3,088,302
TOTAL at 12/31/24		\$18,141,213	183.62%	18			
Open Reserves		\$2,108,152					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 28 2022 SIR \$2M						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$3,184,252	\$10,089,603	316.86%	14	79	2	\$3,135,000
Catron	\$17,106	\$122,265	714.76%	1	5	0	\$0
Chaves	\$190,579	\$557,665	292.62%	1	6	0	\$0
Cibola	\$134,133	\$0	0.00%	0	2	0	\$0
Colfax	\$44,249	\$0	0.00%	0	2	0	\$0
Curry	\$518,402	\$3,552	0.69%	0	10	0	\$0
DeBaca	\$73,991	\$0	0.00%	0	0	0	\$0
Dona Ana	\$1,195,828	\$789,681	66.04%	3	28	0	\$0
Eddy	\$423,040	\$324,211	76.64%	1	8	0	\$0
Grant	\$297,426	\$0	0.00%	0	0	0	\$0
Guadalupe	\$19,704	\$0	0.00%	0	2	0	\$0
Harding	\$8,316	\$0	0.00%	0	0	0	\$0
Hidalgo	\$201,210	\$0	0.00%	0	0	0	\$0
Lincoln	\$88,799	\$0	0.00%	0	2	0	\$0
Luna	\$185,572	\$50,000	26.94%	1	2	0	\$0
McKinley	\$207,161	\$2,373,052	1145.51%	1	5	1	\$3,120,741
Mora	\$26,304	\$0	0.00%	0	0	0	\$0
Otero	\$176,719	\$0	0.00%	0	3	0	\$0
Quay	\$68,378	\$0	0.00%	0	0	0	\$0
Roosevelt	\$162,447	\$144,973	89.24%	3	5	0	\$0
San Miguel	\$185,951	\$482,854	259.67%	2	7	0	\$0
Sandoval	\$500,108	\$225,000	44.99%	2	8	0	\$0
Santa Fe	\$747,989	\$856,120	114.46%	4	15	0	\$0
Sierra	\$136,270	\$54,737	40.17%	0	2	0	\$0
Socorro	\$127,014	\$104,946	82.63%	1	6	0	\$0
Taos	\$305,160	\$0	0.00%	0	11	0	\$0
Torrance	\$100,216	\$170,804	170.44%	1	5	0	\$0
Union	\$10,799	\$0	0.00%	0	0	0	\$0
Valencia	\$603,795	\$2,066,092	342.18%	3	9	0	\$0
TOTAL at 6/30/25	\$9,940,919	\$18,415,556	185.25%	38	222	3	\$6,255,741
TOTAL at 12/31/24		\$19,025,719	191.39%	33			
Open Reserves		\$11,456,338					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 29 2023 SIR \$2M						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$4,547,542	\$5,618,713	123.55%	14	83	1	\$3,080,000
Catron	\$25,917	\$0	0.00%	0	1	0	\$0
Chaves	\$289,977	\$299,645	103.33%	2	3	0	\$0
Cibola	\$134,997	\$0	0.00%	0	2	0	\$0
Colfax	\$67,040	\$50,000	74.58%	1	2	0	\$0
Curry	\$522,475	\$35,000	6.70%	1	6	0	\$0
DeBaca	\$74,468	\$0	0.00%	0	0	0	\$0
Dona Ana	\$1,163,990	\$3,038,082	261.01%	8	17	1	\$1,805,065
Eddy	\$640,938	\$316,023	49.31%	1	10	0	\$0
Grant	\$299,342	\$0	0.00%	0	3	0	\$0
Guadalupe	\$19,832	\$0	0.00%	0	2	0	\$0
Harding	\$8,369	\$0	0.00%	0	0	0	\$0
Hidalgo	\$190,886	\$50,000	26.19%	1	1	0	\$0
Lincoln	\$89,371	\$105,000	117.49%	1	5	0	\$0
Luna	\$281,155	\$2,007,837	714.14%	3	6	1	\$3,028,275
McKinley	\$208,496	\$106,740	51.20%	1	5	0	\$0
Mora	\$24,197	\$0	0.00%	0	0	0	\$0
Otero	\$267,743	\$401,000	149.77%	1	5	0	\$0
Quay	\$99,309	\$0	0.00%	0	1	0	\$0
Roosevelt	\$233,718	\$0	0.00%	0	2	0	\$0
San Miguel	\$188,384	\$27,276	14.48%	0	7	0	\$0
Sandoval	\$464,335	\$155,000	33.38%	1	11	0	\$0
Santa Fe	\$567,091	\$590,000	104.04%	7	25	0	\$0
Sierra	\$125,350	\$0	0.00%	0	1	0	\$0
Socorro	\$192,437	\$552,500	287.11%	2	3	0	\$0
Taos	\$280,707	\$732,667	261.01%	4	12	0	\$0
Torrance	\$92,186	\$0	0.00%	0	3	0	\$0
Union	\$16,361	\$0	0.00%	0	0	0	\$0
Valencia	\$555,412	\$0	0.00%	0	4	0	\$0
TOTAL at 6/30/25	\$11,672,027	\$14,085,483	120.68%	48	220	3	\$7,913,340
TOTAL at 12/31/24		\$16,416,812	140.65%	39			
Open Reserves		\$14,219,195					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 30 2024 SIR \$2M						
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$6,185,434	\$4,667,615	75.46%	28	70	0	\$0
Catron	\$31,672	\$0	0.00%	0	1	0	\$0
Chaves	\$357,405	\$115,256	32.25%	2	6	0	\$0
Cibola	\$109,770	\$30,000	27.33%	1	3	0	\$0
Colfax	\$86,077	\$30,000	34.85%	1	3	0	\$0
Curry	\$566,001	\$175,000	30.92%	5	7	0	\$0
DeBaca	\$91,005	\$0	0.00%	0	0	0	\$0
Dona Ana	\$1,105,064	\$591,073	53.49%	10	25	0	\$0
Eddy	\$699,400	\$55,000	7.86%	1	5	0	\$0
Grant	\$284,209	\$300,000	105.56%	1	2	0	\$0
Guadalupe	\$21,533	\$50,000	232.20%	1	2	0	\$0
Harding	\$6,805	\$0	0.00%	0	0	0	\$0
Hidalgo	\$207,256	\$50,000	24.12%	1	1	0	\$0
Lincoln	\$84,853	\$85,000	100.17%	2	9	0	\$0
Luna	\$305,268	\$0	0.00%	1	2	0	\$0
McKinley	\$226,377	\$0	0.00%	0	3	0	\$0
Mora	\$19,675	\$0	0.00%	0	0	0	\$0
Otero	\$312,604	\$2,350,000	751.75%	1	7	1	\$2,050,000
Quay	\$94,289	\$0	0.00%	0	1	0	\$0
Roosevelt	\$297,675	\$50,000	16.80%	1	5	0	\$0
San Miguel	\$211,711	\$140,000	66.13%	3	7	0	\$0
Sandoval	\$441,189	\$55,000	12.47%	2	7	0	\$0
Santa Fe	\$615,525	\$234,000	38.02%	7	20	0	\$0
Sierra	\$101,926	\$1,613	1.58%	0	1	0	\$0
Socorro	\$208,940	\$1,950,000	933.28%	1	6	1	\$91,618
Taos	\$266,516	\$2,055,000	771.06%	3	7	0	\$0
Torrance	\$100,092	\$50,000	49.95%	1	7	0	\$0
Union	\$19,548	\$0	0.00%	0	1	0	\$0
Valencia	\$603,045	\$1,536,735	254.83%	2	13	0	\$0
TOTAL at 6/30/25	\$13,660,867	\$14,571,293	106.66%	75	221	2	\$2,141,618
TOTAL at 12/31/24		\$11,799,610	86.38%	130			
Open Reserves		\$13,706,533					

NMCIA LAW ENFORCEMENT LOSS RATIOS

COUNTY	FY 31 2025 SIR \$2M						
	Pro-Rated Loss Fund	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$3,608,092	\$782,906	21.70%	33	45	0	\$0
Catron	\$66,863	\$0	0.00%	0	0	0	\$0
Chaves	\$397,461	\$180,000	45.29%	11	12	0	\$0
Cibola	\$67,365	\$0	0.00%	3	3	0	\$0
Colfax	\$147,719	\$0	0.00%	0	0	0	\$0
Curry	\$299,922	\$75,000	25.01%	11	15	0	\$0
DeBaca	\$99,393	\$0	0.00%	0	0	0	\$0
Dona Ana	\$1,020,346	\$155,000	15.19%	8	11	0	\$0
Eddy	\$621,248	\$100,000	16.10%	5	5	0	\$0
Grant	\$202,720	\$0	0.00%	1	3	0	\$0
Guadalupe	\$10,285	\$0	0.00%	0	1	0	\$0
Harding	\$1,913	\$0	0.00%	0	0	0	\$0
Hidalgo	\$136,522	\$0	0.00%	0	0	0	\$0
Lincoln	\$86,313	\$20,850	24.16%	2	2	0	\$0
Luna	\$246,303	\$0	0.00%	1	1	0	\$0
McKinley	\$212,593	\$730,000	343.38%	1	2	0	\$0
Mora	\$10,815	\$0	0.00%	0	0	0	\$0
Otero	\$165,684	\$0	0.00%	1	1	0	\$0
Quay	\$79,544	\$5,000	6.29%	1	1	0	\$0
Roosevelt	\$215,159	\$0	0.00%	1	1	0	\$0
San Miguel	\$216,160	\$30,000	13.88%	2	3	0	\$0
Sandoval	\$240,060	\$710	0.30%	2	3	0	\$0
Santa Fe	\$444,565	\$136,000	30.59%	9	11	0	\$0
Sierra	\$78,926	\$0	0.00%	0	0	0	\$0
Socorro	\$207,963	\$55,500	26.69%	2	2	0	\$0
Taos	\$158,013	\$7,500	4.75%	3	3	0	\$0
Torrance	\$51,504	\$0	0.00%	2	3	0	\$0
Union	\$24,876	\$0	0.00%	0	1	0	\$0
Valencia	\$502,690	\$0	0.00%	4	6	0	\$0
TOTAL at 6/30/25	\$9,621,014	\$2,278,466	23.68%	103	135	0	\$0
TOTAL at 12/31/24		\$0					
Open Reserves		\$2,205,205					

As of 7/31/25

**NMCIA MULTI-LINE
(Excluding APD & Property)
LOSS RATIO SUMMARY**

COUNTY	FY 31 2019	FY 32 2020	FY 33 2021	FY 34 2022	FY 35 2023	FY 36 2024	FY 31 - 36 Pool Avg.	FY 37 2025
Bernalillo	56.79%	4.36%	76.43%	75.57%	221.53%	106%	90.16%	80.42%
Catron	0.00%	14.93%	141.57%	0.00%	330.05%	0%	81.09%	234.51%
Chaves	0.00%	50.35%	430.02%	519.80%	0.00%	190%	198.30%	92.08%
Cibola	78.34%	25.83%	0.00%	0.00%	0.00%	583%	114.51%	0.00%
Colfax	14.67%	2.70%	5.78%	0.00%	29.93%	270%	53.92%	0.00%
Curry	12.54%	3.27%	7.86%	5.44%	124.64%	0%	25.62%	0.00%
De Baca	196.94%	0.00%	0.00%	5.81%	62.85%	0%	44.27%	0.00%
Dona Ana	1.06%	51.49%	138.72%	87.44%	206.75%	62%	91.23%	58.55%
Eddy	0.00%	20.92%	18.30%	94.99%	285.95%	47%	77.89%	328.50%
Grant	2.99%	0.00%	0.00%	0.00%	517.59%	0%	86.76%	235.21%
Guadalupe	0.00%	1.75%	0.00%	59.69%	0.00%	0%	10.24%	44.76%
Harding	0.00%	0.00%	0.00%	0.00%	0.00%	0%	0.00%	0.00%
Hidalgo	192.06%	0.00%	0.00%	0.00%	0.00%	0%	32.01%	0.00%
Lincoln	3.54%	23.44%	3.51%	75.20%	6.32%	0%	18.69%	50.42%
Luna	23.48%	0.00%	0.00%	0.00%	55.52%	139%	36.34%	0.00%
McKinley	0.00%	9.51%	0.00%	5.45%	24.49%	0%	6.57%	0.00%
Mora	152.25%	0.00%	710.45%	300.00%	3.20%	249%	235.86%	43.93%
Otero	38.36%	113.96%	552.08%	52.53%	19.23%	8%	130.64%	16.50%
Quay	25.35%	89.55%	2.74%	405.76%	0.00%	59%	97.14%	292.06%
Roosevelt	5.71%	0.00%	0.00%	0.00%	0.00%	0%	0.95%	0.00%
SanMiguel	0.81%	88.28%	0.75%	0.00%	346.51%	7%	73.96%	93.36%
Sandoval	25.25%	25.28%	10.17%	85.64%	244.30%	369%	126.54%	27.34%
Santa Fe	38.22%	263.09%	38.47%	56.81%	135.88%	107%	106.66%	8.52%
Sierra	0.00%	75.88%	1289.20%	0.00%	861.23%	1%	371.29%	0.00%
Socorro	0.00%	0.93%	0.00%	36.99%	2.43%	114%	25.77%	5.08%
Taos	2.98%	71.15%	187.98%	1.23%	248.00%	218%	121.50%	35.21%
Torrance	0.00%	7.80%	21.03%	103.35%	258.75%	185%	96.05%	0.00%
Union	0.00%	0.00%	411.75%	0.00%	214.16%	0%	104.32%	0.00%
Valencia	57.18%	37.92%	14.54%	69.80%	177.20%	238%	99.16%	64.49%
TOTAL	30.05%	45.29%	109.97%	78.98%	167.77%	97%	88.19%	66.14%

Note >1 Claim data is by claim, not event resulting in higher claim counts.

NMCIA MULTI-LINE
(Excluding APD and Property)
LOSS RATIO SUMMARY

COUNTY	FY 31 2019						
	SIR \$1 Million						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$974,635	\$553,536	56.79%	0	114	0	\$0
Catron	\$37,458	\$0	0.00%	0	0	0	\$0
Chaves	\$168,366	\$0	0.00%	0	9	0	\$0
Cibola	\$108,262	\$84,813	78.34%	0	8	0	\$0
Colfax	\$62,949	\$9,234	14.67%	0	8	0	\$0
Curry	\$140,226	\$17,586	12.54%	0	9	0	\$0
De Baca	\$28,839	\$56,797	196.94%	0	7	0	\$0
Dona Ana	\$501,880	\$5,313	1.06%	0	50	0	\$0
Eddy	\$197,057	\$0	0.00%	0	9	0	\$0
Grant	\$120,846	\$3,607	2.99%	0	7	0	\$0
Guadalupe	\$56,606	\$0	0.00%	0	2	0	\$0
Harding	\$21,762	\$0	0.00%	0	1	0	\$0
Hidalgo	\$48,397	\$92,950	192.06%	0	1	0	\$0
Lincoln	\$167,861	\$5,938	3.54%	0	9	0	\$0
Luna	\$205,923	\$48,346	23.48%	0	11	0	\$0
McKinley	\$197,084	\$0	0.00%	0	16	0	\$0
Mora	\$97,183	\$147,957	152.25%	0	9	0	\$0
Otero	\$194,491	\$74,617	38.36%	0	14	0	\$0
Quay	\$93,298	\$23,651	25.35%	0	2	0	\$0
Roosevelt	\$57,003	\$3,254	5.71%	0	4	0	\$0
San Miguel	\$118,452	\$957	0.81%	0	12	0	\$0
Sandoval	\$261,548	\$66,040	25.25%	0	26	0	\$0
Santa Fe	\$431,354	\$164,847	38.22%	0	51	0	\$0
Sierra	\$59,581	\$0	0.00%	0	8	0	\$0
Socorro	\$129,021	\$0	0.00%	0	5	0	\$0
Taos	\$224,548	\$6,695	2.98%	0	21	0	\$0
Torrance	\$88,648	\$0	0.00%	0	0	0	\$0
Union	\$18,723	\$0	0.00%	0	0	0	\$0
Valencia	\$295,217	\$168,812	57.18%	1	30	0	\$0
TOTAL at 7/31/5	\$5,107,219	\$1,534,951	30.05%	1	443	0	\$0
Total at 12/31/24		\$1,644,124	32.19%	5			
Open Reserves		\$35,087					

NMCIA MULTI-LINE
(Excluding APD and Property)
LOSS RATIO SUMMARY

COUNTY	FY 32 2020 SIR \$2 Million						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims Over SIR	Amt. Over SIR
	Contribution	Losses	Ratio	Claims	Claim Count		
Bernalillo	\$975,544	\$42,571	4.36%	1	87	0	\$0
Catron	\$37,493	\$5,598	14.93%	0	3	0	\$0
Chaves	\$168,523	\$84,858	50.35%	0	6	0	\$0
Cibola	\$108,363	\$27,990	25.83%	0	8	0	\$0
Colfax	\$63,007	\$1,698	2.70%	0	2	0	\$0
Curry	\$140,356	\$4,586	3.27%	0	8	0	\$0
De Baca	\$28,866	\$0	0.00%	0	2	0	\$0
Dona Ana	\$590,601	\$304,090	51.49%	6	34	0	\$0
Eddy	\$197,240	\$41,262	20.92%	0	11	0	\$0
Grant	\$120,958	\$0	0.00%	0	6	0	\$0
Guadalupe	\$59,703	\$1,044	1.75%	0	2	0	\$0
Harding	\$21,782	\$0	0.00%	0	0	0	\$0
Hidalgo	\$53,541	\$0	0.00%	0	0	0	\$0
Lincoln	\$168,018	\$39,389	23.44%	0	11	0	\$0
Luna	\$206,115	\$0	0.00%	0	5	0	\$0
McKinley	\$197,268	\$18,751	9.51%	0	12	0	\$0
Mora	\$97,274	\$0	0.00%	0	9	0	\$0
Otero	\$194,673	\$221,840	113.96%	4	15	0	\$0
Quay	\$93,385	\$83,629	89.55%	0	4	0	\$0
Roosevelt	\$57,057	\$0	0.00%	0	0	0	\$0
San Miguel	\$116,494	\$102,837	88.28%	0	19	0	\$0
Sandoval	\$261,792	\$66,172	25.28%	0	19	0	\$0
Santa Fe	\$363,086	\$955,260	263.09%	1	48	0	\$0
Sierra	\$59,637	\$45,254	75.88%	0	5	0	\$0
Socorro	\$129,142	\$1,200	0.93%	0	10	0	\$0
Taos	\$224,757	\$159,919	71.15%	1	19	0	\$0
Torrance	\$88,730	\$6,920	7.80%	0	4	0	\$0
Union	\$18,741	\$0	0.00%	0	2	0	\$0
Valencia	\$295,493	\$112,040	37.92%	0	24	0	\$0
TOTAL at 7/31/5	\$5,137,637	\$2,326,906	45.29%	13	375	0	\$0
Total at 12/31/24		\$2,337,575	45.50%	14			
Open Reserves		\$392,510					

NMCIA MULTI-LINE
(Excluding APD and Property)
LOSS RATIO SUMMARY

COUNTY	FY 33 2021 SIR \$2 Million						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$934,054	\$713,922	76.43%	10	133	0	\$0
Catron	\$34,156	\$48,353	141.57%	2	8	0	\$0
Chaves	\$156,656	\$673,646	430.02%	4	18	0	\$0
Cibola	\$98,717	\$0	0.00%	0	7	0	\$0
Colfax	\$57,399	\$3,317	5.78%	0	3	0	\$0
Curry	\$130,472	\$10,259	7.86%	0	8	0	\$0
De Baca	\$26,297	\$0	0.00%	0	0	0	\$0
Dona Ana	\$615,259	\$853,516	138.72%	2	56	0	\$0
Eddy	\$183,351	\$33,545	18.30%	0	20	0	\$0
Grant	\$110,192	\$0	0.00%	0	3	0	\$0
Guadalupe	\$53,464	\$0	0.00%	0	6	0	\$0
Harding	\$19,843	\$0	0.00%	0	0	0	\$0
Hidalgo	\$55,365	\$0	0.00%	0	1	0	\$0
Lincoln	\$156,186	\$5,485	3.51%	0	17	0	\$0
Luna	\$187,769	\$0	0.00%	0	1	0	\$0
McKinley	\$183,377	\$0	0.00%	0	15	0	\$0
Mora	\$88,616	\$629,571	710.45%	0	5	0	\$0
Otero	\$180,965	\$999,073	552.08%	0	26	0	\$0
Quay	\$85,073	\$2,332	2.74%	0	1	0	\$0
Roosevelt	\$51,978	\$0	0.00%	0	2	0	\$0
San Miguel	\$108,290	\$815	0.75%	0	12	0	\$0
Sandoval	\$245,791	\$25,000	10.17%	0	18	0	\$0
Santa Fe	\$345,972	\$133,094	38.47%	2	43	0	\$0
Sierra	\$54,329	\$700,403	1289.20%	0	13	0	\$0
Socorro	\$117,647	\$0	0.00%	0	15	0	\$0
Taos	\$204,751	\$384,895	187.98%	2	26	0	\$0
Torrance	\$82,482	\$17,346	21.03%	0	5	0	\$0
Union	\$17,073	\$70,297	411.75%	1	9	0	\$0
Valencia	\$274,685	\$39,941	14.54%	0	41	0	\$0
TOTAL at 7/31/5	\$4,860,206	\$5,344,810	109.97%	23	512	0	\$0
Total at 12/31/24		\$5,024,587	103.38%	29			
Open Reserves		\$913,358					

NMCIA MULTI-LINE
(Excluding APD and Property)
LOSS RATIO SUMMARY

COUNTY	FY 34 2022						
	SIR \$2 Million						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$860,790	\$650,511	75.57%	8	103	0	\$0
Catron	\$30,179	\$0	0.00%	0	0	0	\$0
Chaves	\$139,903	\$727,209	519.80%	1	13	0	\$0
Cibola	\$87,223	\$0	0.00%	0	6	0	\$0
Colfax	\$50,716	\$0	0.00%	0	2	0	\$0
Curry	\$115,280	\$6,270	5.44%	0	8	0	\$0
De Baca	\$23,235	\$1,349	5.81%	0	2	0	\$0
Dona Ana	\$540,482	\$472,623	87.44%	6	33	0	\$0
Eddy	\$163,744	\$155,543	94.99%	2	12	0	\$0
Grant	\$97,361	\$0	0.00%	0	2	0	\$0
Guadalupe	\$47,239	\$28,196	59.69%	0	5	0	\$0
Harding	\$17,533	\$0	0.00%	0	0	0	\$0
Hidalgo	\$47,520	\$0	0.00%	0	0	0	\$0
Lincoln	\$139,484	\$104,889	75.20%	0	11	0	\$0
Luna	\$165,905	\$0	0.00%	0	4	0	\$0
McKinley	\$163,767	\$8,922	5.45%	0	18	0	\$0
Mora	\$78,297	\$234,892	300.00%	0	12	0	\$0
Otero	\$161,612	\$84,902	52.53%	0	15	0	\$0
Quay	\$75,167	\$305,000	405.76%	4	4	0	\$0
Roosevelt	\$45,926	\$0	0.00%	0	8	0	\$0
San Miguel	\$96,710	\$0	0.00%	0	18	0	\$0
Sandoval	\$224,176	\$191,991	85.64%	3	28	0	\$0
Santa Fe	\$312,261	\$177,395	56.81%	2	66	0	\$0
Sierra	\$48,003	\$0	0.00%	0	0	0	\$0
Socorro	\$103,948	\$38,455	36.99%	1	13	0	\$0
Taos	\$180,910	\$2,219	1.23%	0	18	0	\$0
Torrance	\$73,662	\$76,131	103.35%	0	8	0	\$0
Union	\$16,398	\$0	0.00%	0	2	0	\$0
Valencia	\$245,310	\$171,217	69.80%	3	24	0	\$0
TOTAL at 7/31/5	\$4,352,741	\$3,437,716	78.98%	30	435	0	\$0
Total at 12/31/24		\$3,701,411	85.04%	43			
Open Reserves		\$614,317					

NMCIA MULTI-LINE
(Excluding APD and Property)
LOSS RATIO SUMMARY

COUNTY	FY 35 2023						
	SIR \$2 Million						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$379,231	\$840,113	221.53%	14	155	0	\$0
Catron	\$13,296	\$43,882	330.05%	0	2	0	\$0
Chaves	\$61,636	\$0	0.00%	0	5	0	\$0
Cibola	\$34,802	\$0	0.00%	0	11	0	\$0
Colfax	\$22,343	\$6,687	29.93%	1	13	0	\$0
Curry	\$45,997	\$57,330	124.64%	0	10	0	\$0
De Baca	\$10,236	\$6,434	62.85%	0	1	0	\$0
Dona Ana	\$215,652	\$445,860	206.75%	8	38	0	\$0
Eddy	\$80,964	\$231,514	285.95%	1	31	0	\$0
Grant	\$38,847	\$201,068	517.59%	1	8	0	\$0
Guadalupe	\$18,848	\$0	0.00%	0	4	0	\$0
Harding	\$6,995	\$0	0.00%	0	0	0	\$0
Hidalgo	\$24,464	\$0	0.00%	0	0	0	\$0
Lincoln	\$55,654	\$3,515	6.32%	0	5	0	\$0
Luna	\$66,196	\$36,751	55.52%	1	19	0	\$0
McKinley	\$65,343	\$16,000	24.49%	1	20	0	\$0
Mora	\$31,241	\$1,000	3.20%	0	10	0	\$0
Otero	\$71,200	\$13,694	19.23%	1	14	0	\$0
Quay	\$29,992	\$0	0.00%	0	2	0	\$0
Roosevelt	\$18,028	\$0	0.00%	0	6	0	\$0
San Miguel	\$38,587	\$133,707	346.51%	3	13	0	\$0
Sandoval	\$69,324	\$169,357	244.30%	3	22	0	\$0
Santa Fe	\$111,831	\$151,956	135.88%	3	60	0	\$0
Sierra	\$21,148	\$182,135	861.23%	0	9	0	\$0
Socorro	\$41,475	\$1,007	2.43%	0	8	0	\$0
Taos	\$72,183	\$179,017	248.00%	4	25	0	\$0
Torrance	\$29,391	\$76,048	258.75%	4	17	0	\$0
Union	\$7,860	\$16,834	214.16%	0	1	0	\$0
Valencia	\$97,879	\$173,442	177.20%	4	39	0	\$0
TOTAL at 7/31/5	\$1,780,643	\$2,987,349	167.77%	49	548	0	\$0
Total at 12/31/24		\$3,231,517	181.48%	65			
Open Reserves		\$1,099,843					

NMCIA MULTI-LINE
(Excluding APD and Property)
LOSS RATIO SUMMARY

COUNTY	FY 36 2024						
	SIR \$1 Million						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$916,173	\$973,449	106.25%	27	154	0	\$0
Catron	\$35,961	\$0	0.00%	0	2	0	\$0
Chaves	\$126,061	\$239,018	189.60%	3	8	0	\$0
Cibola	\$17,682	\$103,068	582.90%	4	16	0	\$0
Colfax	\$30,282	\$81,888	270.42%	1	19	0	\$0
Curry	\$81,528	\$0	0.00%	0	3	0	\$0
De Baca	\$27,687	\$0	0.00%	0	0	0	\$0
Dona Ana	\$229,125	\$141,912	61.94%	4	44	0	\$0
Eddy	\$203,949	\$96,283	47.21%	1	20	0	\$0
Grant	\$66,217	\$0	0.00%	0	2	0	\$0
Guadalupe	\$34,842	\$0	0.00%	0	10	0	\$0
Harding	\$8,804	\$0	0.00%	0	0	0	\$0
Hidalgo	\$17,855	\$0	0.00%	0	0	0	\$0
Lincoln	\$49,440	\$56	0.11%	0	12	0	\$0
Luna	\$36,090	\$50,184	139.05%	1	7	0	\$0
McKinley	\$74,286	\$0	0.00%	0	17	0	\$0
Mora	\$49,619	\$123,686	249.27%	4	12	0	\$0
Otero	\$159,428	\$12,274	7.70%	0	20	0	\$0
Quay	\$29,437	\$17,500	59.45%	1	2	0	\$0
Roosevelt	\$46,197	\$0	0.00%	0	3	0	\$0
San Miguel	\$34,560	\$2,555	7.39%	0	31	0	\$0
Sandoval	\$86,770	\$319,832	368.60%	10	62	0	\$0
Santa Fe	\$314,489	\$337,998	107.48%	10	75	0	\$0
Sierra	\$57,200	\$831	1.45%	0	11	0	\$0
Socorro	\$17,506	\$20,000	114.25%	1	10	0	\$0
Taos	\$60,771	\$132,279	217.67%	6	22	0	\$0
Torrance	\$26,146	\$48,470	185.39%	3	16	0	\$0
Union	\$19,800	\$0	0.00%	0	2	0	\$0
Valencia	\$51,415	\$122,526	238.31%	5	33	0	\$0
TOTAL at 7/31/5	\$2,909,319	\$2,823,808	97.06%	81	613	0	\$0
Total at 12/31/24		\$3,112,920	107.00%	198			
Open Reserves		\$1,888,366					

NMCIA MULTI-LINE
(Excluding APD and Property)
LOSS RATIO SUMMARY

COUNTY	FY 37 2025 SIR \$1 Million						
	Pro-Rated Loss Fund Cont.	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$701,518	\$564,175	80.42%	43	76	0	\$0
Catron	\$23,453	\$55,000	234.51%	3	5	0	\$0
Chaves	\$164,746	\$151,700	92.08%	8	9	0	\$0
Cibola	\$43,841	\$0	0.00%	0	10	0	\$0
Colfax	\$31,046	\$0	0.00%	1	1	0	\$0
Curry	\$80,043	\$0	0.00%	0	6	0	\$0
De Baca	\$8,616	\$0	0.00%	2	2	0	\$0
Dona Ana	\$616,585	\$361,000	58.55%	10	21	0	\$0
Eddy	\$154,972	\$509,089	328.50%	7	13	0	\$0
Grant	\$42,515	\$100,000	235.21%	2	3	0	\$0
Guadalupe	\$22,341	\$10,000	44.76%	1	3	0	\$0
Harding	\$3,529	\$0	0.00%	0	0	0	\$0
Hidalgo	\$22,838	\$0	0.00%	0	0	0	\$0
Lincoln	\$99,176	\$50,000	50.42%	2	5	0	\$0
Luna	\$61,158	\$0	0.00%	0	1	0	\$0
McKinley	\$54,366	\$0	0.00%	0	11	0	\$0
Mora	\$47,320	\$20,788	43.93%	4	9	0	\$0
Otero	\$228,471	\$37,700	16.50%	2	9	0	\$0
Quay	\$36,294	\$106,000	292.06%	2	7	0	\$0
Roosevelt	\$17,367	\$0	0.00%	0	1	0	\$0
San Miguel	\$86,143	\$80,419	93.36%	3	14	0	\$0
Sandoval	\$201,177	\$55,000	27.34%	9	23	0	\$0
Santa Fe	\$246,365	\$21,000	8.52%	16	46	0	\$0
Sierra	\$58,895	\$0	0.00%	0	1	0	\$0
Socorro	\$22,462	\$1,140	5.08%	0	2	0	\$0
Taos	\$144,194	\$50,768	35.21%	5	17	0	\$0
Torrance	\$49,087	\$0	0.00%	4	15	0	\$0
Union	\$13,702	\$0	0.00%	1	1	0	\$0
Valencia	\$178,335	\$115,000	64.49%	8	24	0	\$0
TOTAL at 7/31/5	\$3,460,556	\$2,288,780	66.14%	133	335	0	\$0
Total at 12/31/24							
Open Reserves		\$1,986,592					

As of 7/31/25

NMCIA PROPERTY LOSS RATIO SUMMARY

COUNTY	FY 31 2019	FY 32 2020	FY 33 2021	FY 34 2022	FY 35 2023	FY 36 2024	FY 31-36 Pool Avg.	FY 37 2025
Bernalillo	0.00%	0.00%	65.01%	69.00%	138.37%	16.18%	48.09%	136.77%
Catron	0.00%	0.00%	183.50%	0.00%	0.00%	0.00%	30.58%	0.00%
Chaves	5.39%	0.00%	15.72%	164.34%	63.19%	161.16%	68.30%	0.00%
Cibola	0.00%	0.00%	4.95%	0.00%	0.00%	370.13%	62.51%	1045.35%
Colfax	1096.92%	0.00%	217.79%	140.13%	0.00%	4.66%	243.25%	0.00%
Curry	602.51%	0.00%	116.85%	600.54%	1610.49%	135.25%	510.94%	9.93%
De Baca	249.39%	394.26%	0.00%	21.93%	46.86%	63.50%	129.32%	493.21%
Dona Ana	0.00%	0.00%	114.24%	0.00%	0.00%	0.00%	19.04%	0.00%
Eddy	91.46%	0.00%	529.65%	0.00%	0.00%	0.00%	103.52%	0.00%
Grant	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	15.41%
Guadalupe	210.56%	0.00%	69.25%	1212.14%	1581.54%	0.00%	512.25%	0.00%
Harding	0.00%	281.87%	94.02%	0.00%	1654.39%	0.00%	338.38%	0.00%
Hidalgo	95.67%	0.00%	0.00%	0.00%	0.00%	0.00%	15.94%	105.37%
Lincoln	1.25%	0.00%	37.62%	118.35%	115.32%	0.00%	45.42%	0.00%
Luna	0.00%	0.00%	0.00%	64.27%	0.00%	0.00%	10.71%	0.00%
McKinley	155.92%	60.53%	48.10%	27.39%	0.00%	1.23%	48.86%	0.00%
Mora	0.00%	5.90%	133.20%	466.05%	70.68%	369.21%	174.17%	0.00%
Otero	25.64%	13.15%	61.90%	0.00%	118.60%	44.95%	44.04%	16.22%
Quay	0.00%	0.00%	0.00%	0.00%	874.51%	7.07%	146.93%	88.14%
Roosevelt	0.00%	1481.56%	1254.09%	0.00%	0.00%	682.72%	569.73%	0.00%
SanMiguel	278.66%	0.00%	3.16%	218.53%	577.60%	429.22%	251.20%	0.00%
Sandoval	0.26%	0.00%	3.54%	0.00%	0.00%	0.00%	0.63%	0.00%
Santa Fe	76.72%	38.80%	77.92%	111.89%	0.00%	9.93%	52.54%	32.07%
Sierra	0.00%	1405.65%	373.79%	0.00%	0.00%	0.00%	296.57%	0.00%
Socorro	113.09%	0.00%	0.00%	0.00%	-19.73%	0.00%	15.56%	0.00%
Taos	0.00%	0.00%	0.00%	0.00%	0.00%	70.85%	11.81%	0.00%
Torrance	37.00%	0.00%	0.00%	0.00%	0.00%	2.78%	6.63%	555.92%
Union	0.00%	0.00%	0.00%	1211.59%	0.00%	0.00%	201.93%	0.00%
Valencia	0.00%	6.14%	137.14%	13.17%	70.51%	0.97%	37.99%	0.00%
TOTAL	60.09%	42.62%	94.44%	83.24%	141.06%	43.71%	77.53%	64.00%

Note >1 Claim data is by claim, not event resulting in higher claim counts.

NMCIA PROPERTY LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 31 2019 SIR \$250,000							
	Annual Contribution	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$410,132	\$298,195	\$0	0.00%	0	1	0	\$0
Catron	\$15,763	\$11,461	\$0	0.00%	0	0	0	\$0
Chaves	\$70,849	\$51,512	\$2,776	5.39%	0	2	0	\$0
Cibola	\$45,557	\$33,123	\$0	0.00%	0	0	0	\$0
Colfax	\$26,489	\$19,259	\$211,261	1096.92%	0	2	0	\$0
Curry	\$59,008	\$42,903	\$258,495	602.51%	0	2	1	\$1,319,295
De Baca	\$12,136	\$8,823	\$22,005	249.39%	0	3	0	\$0
Dona Ana	\$274,255	\$199,403	\$0	0.00%	0	0	0	\$0
Eddy	\$82,922	\$60,290	\$55,140	91.46%	0	2	0	\$0
Grant	\$50,852	\$36,973	\$0	0.00%	0	0	0	\$0
Guadalupe	\$23,820	\$17,319	\$36,467	210.56%	0	1	0	\$0
Harding	\$9,157	\$6,658	\$0	0.00%	0	0	0	\$0
Hidalgo	\$26,699	\$19,412	\$18,571	95.67%	0	1	0	\$0
Lincoln	\$70,637	\$51,358	\$644	1.25%	0	2	0	\$0
Luna	\$86,653	\$63,003	\$0	0.00%	0	0	0	\$0
McKinley	\$82,934	\$60,299	\$94,018	155.92%	0	2	0	\$0
Mora	\$40,895	\$29,734	\$0	0.00%	0	1	0	\$0
Otero	\$81,843	\$59,506	\$15,259	25.64%	0	5	0	\$0
Quay	\$39,260	\$28,545	\$0	0.00%	0	0	0	\$0
Roosevelt	\$23,987	\$17,440	\$0	0.00%	0	0	0	\$0
San Miguel	\$47,276	\$34,373	\$95,783	278.66%	0	1	0	\$0
Sandoval	\$110,061	\$80,022	\$208	0.26%	0	2	0	\$0
Santa Fe	\$195,210	\$141,932	\$108,895	76.72%	0	5	0	\$0
Sierra	\$25,072	\$18,229	\$0	0.00%	0	0	0	\$0
Socorro	\$54,293	\$39,475	\$44,641	113.09%	0	1	0	\$0
Taos	\$94,491	\$68,701	\$0	0.00%	0	0	0	\$0
Torrance	\$37,303	\$27,122	\$10,036	37.00%	0	1	0	\$0
Union	\$7,879	\$5,728	\$0	0.00%	0	0	0	\$0
Valencia	\$124,229	\$90,323	\$0	0.00%	0	0	0	\$0
TOTAL at 7/31/25	\$2,229,664	\$1,621,122	\$974,200	60.09%	0	34	1	\$1,319,295
Total at 12/31/24			\$974,200	60.09%	0			
Open Reserves			\$0					

NMCIA PROPERTY LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 32 2020 SIR \$250,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$292,070	\$0	0.00%	0	0	0	\$0
Catron	\$11,225	\$0	0.00%	0	0	0	\$0
Chaves	\$50,454	\$0	0.00%	0	0	0	\$0
Cibola	\$32,443	\$0	0.00%	0	0	0	\$0
Colfax	\$18,864	\$0	0.00%	0	0	0	\$0
Curry	\$42,022	\$0	0.00%	0	0	0	\$0
De Baca	\$8,642	\$34,073	394.26%	0	1	0	\$0
Dona Ana	\$160,901	\$0	0.00%	0	0	0	\$0
Eddy	\$59,052	\$0	0.00%	0	1	0	\$0
Grant	\$36,214	\$0	0.00%	0	0	0	\$0
Guadalupe	\$16,963	\$0	0.00%	0	0	0	\$0
Harding	\$6,521	\$18,382	281.87%	0	2	0	\$0
Hidalgo	\$16,030	\$0	0.00%	0	0	0	\$0
Lincoln	\$50,303	\$0	0.00%	0	0	0	\$0
Luna	\$61,709	\$0	0.00%	0	0	0	\$0
McKinley	\$59,060	\$35,749	60.53%	0	1	0	\$0
Mora	\$29,123	\$1,719	5.90%	0	1	0	\$0
Otero	\$58,283	\$7,662	13.15%	0	2	0	\$0
Quay	\$27,959	\$0	0.00%	0	0	0	\$0
Roosevelt	\$17,082	\$253,083	1481.56%	0	6	1	\$1,602,524
San Miguel	\$34,877	\$0	0.00%	0	0	0	\$0
Sandoval	\$78,378	\$0	0.00%	0	0	0	\$0
Santa Fe	\$131,210	\$50,914	38.80%	0	6	0	\$0
Sierra	\$17,855	\$250,975	1405.65%	0	2	1	\$181,051
Socorro	\$38,664	\$0	0.00%	0	0	0	\$0
Taos	\$67,290	\$0	0.00%	0	0	0	\$0
Torrance	\$26,565	\$0	0.00%	0	0	0	\$0
Union	\$5,611	\$0	0.00%	0	0	0	\$0
Valencia	\$88,468	\$5,433	6.14%	0	1	0	\$0
TOTAL at 7/31/25	\$1,543,839	\$657,991	42.62%	0	23	2	\$1,783,575
Total at 12/31/24		\$657,991	42.62%	0			
Open Reserves		\$0					

NMCIA PROPERTY LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 33 2021 SIR \$250,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$353,270	\$229,653	65.01%	0	7	1	\$305,156
Catron	\$12,918	\$23,705	183.50%	0	2	0	\$0
Chaves	\$59,249	\$9,313	15.72%	0	2	0	\$0
Cibola	\$37,336	\$1,849	4.95%	0	2	0	\$0
Colfax	\$21,709	\$47,280	217.79%	0	1	0	\$0
Curry	\$49,346	\$57,660	116.85%	0	4	0	\$0
De Baca	\$9,946	\$0	0.00%	0	3	0	\$0
Dona Ana	\$210,427	\$240,386	114.24%	0	1	1	\$108,574
Eddy	\$69,346	\$367,286	529.65%	0	2	0	\$0
Grant	\$41,676	\$0	0.00%	0	0	0	\$0
Guadalupe	\$20,221	\$14,003	69.25%	0	2	0	\$0
Harding	\$7,505	\$7,056	94.02%	0	3	0	\$0
Hidalgo	\$19,034	\$0	0.00%	0	0	0	\$0
Lincoln	\$59,072	\$22,221	37.62%	0	4	0	\$0
Luna	\$71,016	\$0	0.00%	0	0	0	\$0
McKinley	\$69,355	\$33,361	48.10%	0	1	0	\$0
Mora	\$33,516	\$44,641	133.20%	0	3	0	\$0
Otero	\$68,443	\$42,364	61.90%	0	2	0	\$0
Quay	\$32,176	\$0	0.00%	0	0	0	\$0
Roosevelt	\$19,659	\$246,538	1254.09%	0	7	1	\$64,193
San Miguel	\$40,957	\$1,294	3.16%	0	1	0	\$0
Sandoval	\$92,961	\$3,293	3.54%	0	2	0	\$0
Santa Fe	\$130,851	\$101,961	77.92%	0	4	0	\$0
Sierra	\$20,548	\$76,806	373.79%	0	1	0	\$0
Socorro	\$44,495	\$0	0.00%	0	0	0	\$0
Taos	\$77,439	\$0	0.00%	0	0	0	\$0
Torrance	\$31,196	\$0	0.00%	0	0	0	\$0
Union	\$6,457	\$0	0.00%	0	0	0	\$0
Valencia	\$103,889	\$142,472	137.14%	0	3	0	\$0
TOTAL at 7/31/25	\$1,814,010	\$1,713,143	94.44%	0	57	3	\$477,923
Total at 12/31/24		\$1,791,787	98.77%	0			
Open Reserves		\$0					

NMCIA PROPERTY LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 34 2022 SIR \$250,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$322,719	\$222,671	69.00%	0	92	0	\$0
Catron	\$11,314	\$0	0.00%	0	0	0	\$0
Chaves	\$52,451	\$86,200	164.34%	0	3	0	\$0
Cibola	\$32,701	\$0	0.00%	0	0	0	\$0
Colfax	\$19,014	\$26,645	140.13%	0	1	0	\$0
Curry	\$43,220	\$259,552	600.54%	0	2	1	\$936,215
De Baca	\$8,711	\$1,910	21.93%	0	1	0	\$0
Dona Ana	\$202,632	\$0	0.00%	0	0	0	\$0
Eddy	\$61,389	\$0	0.00%	0	0	0	\$0
Grant	\$36,502	\$0	0.00%	0	0	0	\$0
Guadalupe	\$17,710	\$214,673	1212.14%	0	1	0	\$0
Harding	\$6,573	\$0	0.00%	0	0	0	\$0
Hidalgo	\$17,816	\$0	0.00%	0	0	0	\$0
Lincoln	\$52,294	\$61,890	118.35%	0	2	0	\$0
Luna	\$62,199	\$39,978	64.27%	0	4	0	\$0
McKinley	\$61,398	\$16,815	27.39%	0	2	0	\$0
Mora	\$29,354	\$136,805	466.05%	0	3	0	\$0
Otero	\$60,590	\$0	0.00%	0	0	0	\$0
Quay	\$28,181	\$0	0.00%	0	0	0	\$0
Roosevelt	\$17,218	\$0	0.00%	0	0	0	\$0
San Miguel	\$36,258	\$79,235	218.53%	0	3	0	\$0
Sandoval	\$84,046	\$0	0.00%	0	1	0	\$0
Santa Fe	\$117,070	\$130,989	111.89%	0	6	0	\$0
Sierra	\$17,997	\$0	0.00%	0	0	0	\$0
Socorro	\$38,971	\$0	0.00%	0	0	0	\$0
Taos	\$67,825	\$0	0.00%	0	0	0	\$0
Torrance	\$27,616	\$0	0.00%	0	0	0	\$0
Union	\$5,655	\$68,521	1211.59%	0	1	0	\$0
Valencia	\$91,969	\$12,111	13.17%	0	5	0	\$0
TOTAL at 7/31/25	\$1,631,393	\$1,357,994	83.24%	0	127	1	\$936,215
Total at 12/31/24		\$1,357,994	83.24%	0			
Open Reserves		\$0					

NMCIA PROPERTY LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 35 2023						
	SIR \$250,000, as of 7/1/2023 \$350,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$259,345	\$358,843	138.37%	1	121	0	\$0
Catron	\$9,092	\$0	0.00%	0	0	0	\$0
Chaves	\$42,151	\$26,637	63.19%	0	2	0	\$0
Cibola	\$23,800	\$0	0.00%	0	3	0	\$0
Colfax	\$13,141	\$0	0.00%	0	0	0	\$0
Curry	\$31,456	\$506,593	1610.49%	1	4	2	\$3,112,880
De Baca	\$7,000	\$3,280	46.86%	0	1	1	\$38,950
Dona Ana	\$147,478	\$0	0.00%	0	0	0	\$0
Eddy	\$49,334	\$0	0.00%	0	0	0	\$0
Grant	\$26,566	\$0	0.00%	0	0	0	\$0
Guadalupe	\$12,890	\$203,856	1581.54%	0	1	0	\$0
Harding	\$4,784	\$79,146	1654.39%	0	1	0	\$0
Hidalgo	\$12,967	\$0	0.00%	0	0	0	\$0
Lincoln	\$38,060	\$43,892	115.32%	0	4	0	\$0
Luna	\$41,738	\$0	0.00%	0	0	0	\$0
McKinley	\$44,686	\$0	0.00%	0	1	0	\$0
Mora	\$21,365	\$15,099	70.68%	0	1	0	\$0
Otero	\$48,692	\$57,749	118.60%	0	3	0	\$0
Quay	\$20,510	\$179,365	874.51%	1	1	1	\$336,241
Roosevelt	\$12,758	\$0	0.00%	0	1	0	\$0
San Miguel	\$26,389	\$152,420	577.60%	1	2	1	\$58,653
Sandoval	\$46,767	\$0	0.00%	0	0	0	\$0
Santa Fe	\$60,386	\$0	0.00%	0	4	0	\$0
Sierra	\$14,463	\$0	0.00%	0	1	0	\$0
Socorro	\$26,151	-\$5,159	-19.73%	0	3	1	\$104,615
Taos	\$49,364	\$0	0.00%	0	0	0	\$0
Torrance	\$20,100	\$0	0.00%	0	0	0	\$0
Union	\$4,790	\$0	0.00%	0	0	0	\$0
Valencia	\$66,936	\$47,199	70.51%	0	3	0	\$0
TOTAL at 7/31/25	\$1,183,157	\$1,668,921	141.06%	4	157	6	\$3,651,340
Total at 12/31/24		\$1,856,450	156.91%	17			
Open Reserves		\$167,706					

NMCIA PROPERTY LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 36 2024						
	SIR \$350,000, as of 7/1/2024 \$400,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$1,803,847	\$291,795	16.18%	8	139	0	\$0
Catron	\$70,803	\$0	0.00%	0	0	0	\$0
Chaves	\$248,201	\$400,000	161.16%	6	6	1	\$1,160,000
Cibola	\$34,814	\$128,856	370.13%	1	2	0	\$0
Colfax	\$65,447	\$3,049	4.66%	0	2	0	\$0
Curry	\$160,520	\$217,108	135.25%	0	6	0	\$0
De Baca	\$54,512	\$34,612	63.50%	0	3	0	\$0
Dona Ana	\$431,040	\$0	0.00%	0	0	0	\$0
Eddy	\$401,554	\$0	0.00%	0	0	0	\$0
Grant	\$130,374	\$0	0.00%	0	0	0	\$0
Guadalupe	\$68,600	\$0	0.00%	0	0	0	\$0
Harding	\$17,335	\$0	0.00%	0	0	0	\$0
Hidalgo	\$30,936	\$0	0.00%	0	0	0	\$0
Lincoln	\$97,342	\$0	0.00%	0	1	0	\$0
Luna	\$71,057	\$0	0.00%	0	0	0	\$0
McKinley	\$146,261	\$1,800	1.23%	1	3	0	\$0
Mora	\$97,695	\$360,702	369.21%	1	2	0	\$0
Otero	\$313,898	\$141,088	44.95%	0	2	0	\$0
Quay	\$57,958	\$4,096	7.07%	0	1	0	\$0
Roosevelt	\$58,589	\$400,000	682.72%	1	28	1	\$2,645,000
San Miguel	\$68,046	\$292,067	429.22%	0	3	0	\$0
Sandoval	\$170,841	\$0	0.00%	0	1	0	\$0
Santa Fe	\$449,102	\$44,577	9.93%	1	1	0	\$0
Sierra	\$112,621	\$0	0.00%	0	0	0	\$0
Socorro	\$34,467	\$0	0.00%	0	0	0	\$0
Taos	\$119,652	\$84,772	70.85%	0	1	0	\$0
Torrance	\$51,478	\$1,432	2.78%	0	2	0	\$0
Union	\$38,984	\$0	0.00%	0	0	0	\$0
Valencia	\$101,230	\$981	0.97%	0	2	0	\$0
TOTAL at 7/31/25	\$5,507,202	\$2,406,936	43.71%	19	205	2	\$3,805,000
Total at 12/31/24		\$2,729,624	49.56%	64			
Open Reserves		\$1,844,083					

As of 7/31/25

NMCIA Auto Physical Damage (APD) LOSS RATIO SUMMARY

COUNTY	FY 31 2019	FY 32 2020	FY 33 2021	FY 34 2022	FY 35 2023	FY 36 2024	FY 31-35 Pool Avg.	FY 37 2025
Bernalillo	48.12%	41.20%	83.21%	152.28%	61.67%	30.57%	69.51%	399.16%
Catron	19.66%	402.27%	307.25%	0.00%	123.98%	148.96%	167.02%	0.00%
Chaves	287.37%	165.61%	0.00%	19.68%	22.55%	776.12%	211.89%	70.04%
Cibola	12.49%	9.22%	46.72%	60.20%	70.35%	147.15%	57.69%	0.00%
Colfax	244.02%	0.00%	17.09%	94.66%	107.78%	106.72%	95.05%	52.93%
Curry	9.63%	110.33%	73.77%	114.12%	16.21%	121.73%	74.30%	0.00%
De Baca	200.14%	737.13%	0.00%	0.00%	22.35%	0.00%	159.94%	0.00%
Dona Ana	10.22%	0.00%	5.38%	200.66%	0.00%	59.02%	45.88%	167.30%
Eddy	189.97%	169.02%	153.63%	117.10%	201.40%	47.54%	146.44%	77.12%
Grant	2.31%	58.47%	34.36%	37.61%	43.61%	358.56%	89.15%	53.25%
Guadalupe	0.00%	0.00%	0.00%	0.00%	0.00%	89.34%	14.89%	0.00%
Harding	0.00%	7.62%	-9.33%	0.00%	0.00%	0.00%	-0.29%	0.00%
Hidalgo	0.00%	0.00%	125.86%	0.00%	0.00%	0.00%	20.98%	2476.09%
Lincoln	6.34%	87.20%	117.00%	148.34%	24.05%	26.95%	68.31%	31.96%
Luna	146.89%	12.06%	0.00%	19.13%	0.57%	549.13%	121.30%	0.00%
McKinley	62.31%	57.99%	50.13%	780.00%	106.30%	5.48%	177.03%	0.00%
Mora	0.00%	86.51%	402.29%	57.39%	115.27%	0.00%	110.24%	0.00%
Otero	50.83%	202.02%	311.11%	20.72%	0.00%	39.27%	103.99%	16.96%
Quay	18.59%	6.26%	182.03%	0.00%	99.40%	60.60%	61.15%	202.70%
Roosevelt	34.48%	0.00%	155.94%	0.00%	113.01%	154.24%	76.28%	0.00%
SanMiguel	40.92%	9.63%	38.20%	18.95%	3.17%	89.04%	33.32%	224.77%
Sandoval	39.05%	78.92%	110.42%	108.76%	30.88%	346.34%	119.06%	823.78%
Santa Fe	79.25%	0.34%	27.31%	49.94%	0.00%	0.64%	26.25%	57.38%
Sierra	33.74%	42.37%	622.33%	423.57%	32.63%	0.00%	192.44%	0.00%
Socorro	78.39%	0.00%	35.29%	0.00%	0.46%	0.00%	19.02%	0.00%
Taos	16.09%	56.57%	23.95%	195.03%	23.55%	62.45%	62.94%	279.03%
Torrance	168.78%	36.88%	16.03%	276.36%	0.00%	0.00%	83.01%	0.00%
Union	39.83%	0.00%	679.48%	231.58%	658.68%	281.31%	315.15%	0.00%
Valencia	54.06%	35.22%	26.59%	172.18%	26.97%	220.28%	89.22%	447.41%
TOTAL	61.45%	56.32%	81.62%	140.48%	45.56%	104.74%	81.69%	207.56%

Note >1 Claim data is by claim, not event resulting in higher claim counts.

NMCIA APD
LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 31 2019 SIR \$250,000							
	Annual Contribution	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count	No. of Claims Over SIR	Amt. Over SIR
Bernalillo	\$285,477	\$205,364	\$98,817	48.12%	0	34	0	\$0
Catron	\$10,972	\$7,893	\$1,551	19.66%	0	1	0	\$0
Chaves	\$49,315	\$35,476	\$101,948	287.37%	0	5	0	\$0
Cibola	\$31,711	\$22,812	\$2,849	12.49%	0	4	0	\$0
Colfax	\$18,438	\$13,264	\$32,366	244.02%	0	7	0	\$0
Curry	\$41,073	\$29,547	\$2,846	9.63%	0	2	0	\$0
De Baca	\$8,447	\$6,077	\$12,162	200.14%	0	2	0	\$0
Dona Ana	\$157,845	\$113,549	\$11,610	10.22%	0	3	0	\$0
Eddy	\$57,719	\$41,521	\$78,877	189.97%	0	31	0	\$0
Grant	\$35,396	\$25,463	\$588	2.31%	0	1	0	\$0
Guadalupe	\$16,580	\$11,927		0.00%	0	0	0	\$0
Harding	\$6,374	\$4,585		0.00%	0	0	0	\$0
Hidalgo	\$18,584	\$13,369		0.00%	0	0	0	\$0
Lincoln	\$49,168	\$35,370	\$2,243	6.34%	0	6	0	\$0
Luna	\$60,316	\$43,390	\$63,734	146.89%	0	3	0	\$0
McKinley	\$57,727	\$41,527	\$25,877	62.31%	0	3	0	\$0
Mora	\$28,466	\$20,477		0.00%	0	0	0	\$0
Otero	\$56,968	\$40,981	\$20,829	50.83%	0	8	0	\$0
Quay	\$27,328	\$19,659	\$3,654	18.59%	0	1	0	\$0
Roosevelt	\$16,697	\$12,011	\$4,141	34.48%	0	1	0	\$0
San Miguel	\$32,907	\$23,672	\$9,687	40.92%	0	3	0	\$0
Sandoval	\$76,609	\$55,110	\$21,522	39.05%	0	6	0	\$0
Santa Fe	\$126,346	\$90,890	\$72,027	79.25%	0	8	0	\$0
Sierra	\$17,452	\$12,554	\$4,236	33.74%	0	1	0	\$0
Socorro	\$37,791	\$27,186	\$21,312	78.39%	0	4	0	\$0
Taos	\$65,771	\$47,314	\$7,611	16.09%	0	9	0	\$0
Torrance	\$25,965	\$18,679	\$31,525	168.78%	0	5	0	\$0
Union	\$5,484	\$3,945	\$1,571	39.83%	0	1	0	\$0
Valencia	\$86,471	\$62,205	\$33,627	54.06%	0	7	0	\$0
TOTAL at 7/31/25	\$1,509,399	\$1,085,816	\$667,212	61.45%	0	156	0	\$0
TOTAL at 12/31/24			\$667,212	61.45%	0			
Open Reserves			\$0					

**NMCIA APD
LOSS RATIO SUMMARY**

As of 7/31/25

COUNTY	FY 32 2020 SIR \$250,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$196,487	\$80,957	41.20%	0	23	0	\$0
Catron	\$7,552	\$30,377	402.27%	0	7	0	\$0
Chaves	\$33,943	\$56,213	165.61%	0	5	0	\$0
Cibola	\$21,826	\$2,012	9.22%	0	4	0	\$0
Colfax	\$12,691	\$0	0.00%	0	4	0	\$0
Curry	\$28,270	\$31,189	110.33%	0	4	0	\$0
De Baca	\$5,814	\$42,857	737.13%	0	2	0	\$0
Dona Ana	\$133,457	\$0	0.00%	0	2	0	\$0
Eddy	\$39,727	\$67,145	169.02%	0	10	0	\$0
Grant	\$24,363	\$14,245	58.47%	0	2	0	\$0
Guadalupe	\$11,412	\$0	0.00%	0	0	0	\$0
Harding	\$4,387	\$334	7.62%	0	1	0	\$0
Hidalgo	\$10,784	\$0	0.00%	0	0	0	\$0
Lincoln	\$33,841	\$29,510	87.20%	0	6	0	\$0
Luna	\$41,514	\$5,006	12.06%	0	1	0	\$0
McKinley	\$39,732	\$23,040	57.99%	0	3	0	\$0
Mora	\$19,592	\$16,950	86.51%	0	5	0	\$0
Otero	\$39,210	\$79,213	202.02%	0	7	0	\$0
Quay	\$18,809	\$1,178	6.26%	0	2	0	\$0
Roosevelt	\$11,492	\$0	0.00%	0	7	0	\$0
San Miguel	\$23,463	\$2,259	9.63%	0	2	0	\$0
Sandoval	\$52,728	\$41,611	78.92%	0	5	0	\$0
Santa Fe	\$58,776	\$202	0.34%	0	2	0	\$0
Sierra	\$12,012	\$5,089	42.37%	0	1	0	\$0
Socorro	\$26,011	\$0	0.00%	0	1	0	\$0
Taos	\$45,269	\$25,611	56.57%	0	4	0	\$0
Torrance	\$17,871	\$6,591	36.88%	0	2	0	\$0
Union	\$3,775	\$0	0.00%	0	0	0	\$0
Valencia	\$59,516	\$20,959	35.22%	0	9	0	\$0
TOTAL at 7/31/25	\$1,034,321	\$582,546	56.32%	0	121	0	\$0
TOTAL at 12/31/24		\$582,546	56.32%	0			
Open Reserves		\$0					

**NMCIA APD
LOSS RATIO SUMMARY**

As of 7/31/25

COUNTY	FY 33 2021 SIR \$250,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$228,235	\$189,920	83.21%	0	22	0	\$0
Catron	\$8,346	\$25,642	307.25%	0	2	0	\$0
Chaves	\$38,279	\$0	0.00%	0	0	0	\$0
Cibola	\$24,121	\$11,270	46.72%	0	2	0	\$0
Colfax	\$14,025	\$2,397	17.09%	0	2	0	\$0
Curry	\$31,881	\$23,517	73.77%	1	5	0	\$0
De Baca	\$6,426	\$0	0.00%	0	0	0	\$0
Dona Ana	\$135,949	\$7,313	5.38%	0	4	0	\$0
Eddy	\$44,802	\$68,827	153.63%	0	13	0	\$0
Grant	\$26,925	\$9,251	34.36%	0	5	0	\$0
Guadalupe	\$13,064	\$0	0.00%	0	0	0	\$0
Harding	\$4,849	-\$452	-9.33%	0	1	0	\$0
Hidalgo	\$12,875	\$16,205	125.86%	0	1	0	\$0
Lincoln	\$38,164	\$44,654	117.00%	0	11	0	\$0
Luna	\$45,881	\$0	0.00%	0	2	0	\$0
McKinley	\$44,808	\$22,463	50.13%	0	4	0	\$0
Mora	\$21,653	\$87,109	402.29%	0	15	0	\$0
Otero	\$44,218	\$137,566	311.11%	0	10	0	\$0
Quay	\$20,788	\$37,839	182.03%	0	3	0	\$0
Roosevelt	\$12,701	\$19,806	155.94%	0	2	0	\$0
San Miguel	\$26,461	\$10,108	38.20%	0	1	0	\$0
Sandoval	\$60,059	\$66,318	110.42%	0	7	0	\$0
Santa Fe	\$84,538	\$23,085	27.31%	0	5	0	\$0
Sierra	\$13,275	\$82,615	622.33%	0	3	0	\$0
Socorro	\$28,747	\$10,144	35.29%	0	4	0	\$0
Taos	\$50,031	\$11,984	23.95%	0	3	0	\$0
Torrance	\$20,154	\$3,231	16.03%	0	1	0	\$0
Union	\$4,172	\$28,346	679.48%	0	1	0	\$0
Valencia	\$67,119	\$17,849	26.59%	0	8	0	\$0
TOTAL at 7/31/25	\$1,172,544	\$957,009	81.62%	1	137	0	\$0
TOTAL at 12/31/24		\$957,259	81.64%	1			
Open Reserves		\$6					

**NMCIA APD
LOSS RATIO SUMMARY**

As of 7/31/25

COUNTY	FY 34 2022 SIR \$250,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$207,830	\$316,482	152.28%	0	347	0	\$0
Catron	\$7,286	\$0	0.00%	0	0	0	\$0
Chaves	\$33,778	\$6,649	19.68%	0	3	0	\$0
Cibola	\$21,059	\$12,679	60.20%	0	2	0	\$0
Colfax	\$12,245	\$11,592	94.66%	0	3	0	\$0
Curry	\$27,833	\$31,764	114.12%	0	2	0	\$0
De Baca	\$5,610	\$0	0.00%	0	0	0	\$0
Dona Ana	\$130,495	\$261,852	200.66%	1	3	1	\$12,000
Eddy	\$39,535	\$46,294	117.10%	1	8	0	\$0
Grant	\$23,507	\$8,842	37.61%	0	1	0	\$0
Guadalupe	\$11,405	\$0	0.00%	0	0	0	\$0
Harding	\$4,233	\$0	0.00%	0	1	0	\$0
Hidalgo	\$11,473	\$0	0.00%	0	0	0	\$0
Lincoln	\$33,677	\$49,956	148.34%	0	8	0	\$0
Luna	\$40,056	\$7,663	19.13%	0	6	0	\$0
McKinley	\$39,540	\$308,411	780.00%	0	7	1	\$4,501
Mora	\$18,904	\$10,849	57.39%	0	5	0	\$0
Otero	\$39,020	\$8,085	20.72%	0	5	0	\$0
Quay	\$18,148	\$0	0.00%	0	0	0	\$0
Roosevelt	\$11,088	\$0	0.00%	0	1	0	\$0
San Miguel	\$23,350	\$4,426	18.95%	0	3	0	\$0
Sandoval	\$54,125	\$58,869	108.76%	0	14	0	\$0
Santa Fe	\$75,393	\$37,651	49.94%	0	16	0	\$0
Sierra	\$11,590	\$49,092	423.57%	0	3	0	\$0
Socorro	\$25,097	\$0	0.00%	0	0	0	\$0
Taos	\$43,679	\$85,186	195.03%	0	7	0	\$0
Torrance	\$17,785	\$49,151	276.36%	0	3	0	\$0
Union	\$3,642	\$8,434	231.58%	0	2	0	\$0
Valencia	\$59,228	\$101,979	172.18%	1	11	0	\$0
TOTAL at 7/31/25	\$1,050,615	\$1,475,907	140.48%	3	461	2	\$16,501
TOTAL at 12/31/24		\$1,493,018	142.11%	5			
Open Reserves		\$32,596					

NMCIA APD
LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 35 2023						
	SIR \$250,000, as of 7/1/2023 \$350,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$720,746	\$444,473	61.67%	2	294	0	\$0
Catron	\$25,269	\$31,327	123.98%	0	2	0	\$0
Chaves	\$117,142	\$26,417	22.55%	0	8	0	\$0
Cibola	\$66,142	\$46,529	70.35%	0	3	0	\$0
Colfax	\$26,031	\$28,057	107.78%	0	4	0	\$0
Curry	\$87,419	\$14,173	16.21%	0	2	0	\$0
De Baca	\$19,455	\$4,348	22.35%	0	2	0	\$0
Dona Ana	\$248,722	\$0	0.00%	0	2	0	\$0
Eddy	\$137,104	\$276,128	201.40%	0	29	0	\$0
Grant	\$73,831	\$32,201	43.61%	0	5	0	\$0
Guadalupe	\$35,822	\$0	0.00%	0	0	0	\$0
Harding	\$13,295	\$0	0.00%	0	0	0	\$0
Hidalgo	\$36,035	\$0	0.00%	0	1	0	\$0
Lincoln	\$105,773	\$25,440	24.05%	0	8	0	\$0
Luna	\$96,118	\$549	0.57%	0	7	0	\$0
McKinley	\$124,187	\$132,015	106.30%	0	4	0	\$0
Mora	\$59,374	\$68,443	115.27%	0	5	0	\$0
Otero	\$135,319	\$0	0.00%	0	0	0	\$0
Quay	\$57,001	\$56,658	99.40%	0	1	0	\$0
Roosevelt	\$29,379	\$33,200	113.01%	0	11	0	\$0
San Miguel	\$73,337	\$2,325	3.17%	0	1	0	\$0
Sandoval	\$136,398	\$42,115	30.88%	0	12	0	\$0
Santa Fe	\$261,459	\$0	0.00%	0	5	0	\$0
Sierra	\$40,193	\$13,117	32.63%	0	1	0	\$0
Socorro	\$60,223	\$278	0.46%	0	5	0	\$0
Taos	\$137,187	\$32,311	23.55%	0	3	0	\$0
Torrance	\$55,859	\$0	0.00%	0	0	0	\$0
Union	\$13,311	\$87,675	658.68%	0	2	0	\$0
Valencia	\$186,023	\$50,166	26.97%	1	7	0	\$0
TOTAL at 7/31/25	\$3,178,153	\$1,447,946	45.56%	3	424	0	\$0
TOTAL at 12/31/24		\$2,139,815	67.33%	30			
Open Reserves		\$10,464					

NMCIA APD
LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 36 2024						
	SIR \$350,000, as of 7/1/2024 \$400,000						
	Loss Fund	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Contribution	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$655,979	\$200,549	30.57%	8	306	0	\$0
Catron	\$25,748	\$38,355	148.96%	0	3	0	\$0
Chaves	\$90,260	\$700,528	776.12%	8	11	0	\$0
Cibola	\$12,660	\$18,630	147.15%	0	2	0	\$0
Colfax	\$28,305	\$30,207	106.72%	1	3	0	\$0
Curry	\$58,374	\$71,057	121.73%	0	15	0	\$0
De Baca	\$19,824	\$0	0.00%	0	0	0	\$0
Dona Ana	\$229,580	\$135,500	59.02%	2	7	0	\$0
Eddy	\$146,027	\$69,416	47.54%	1	8	0	\$0
Grant	\$47,411	\$170,000	358.56%	1	1	0	\$0
Guadalupe	\$24,947	\$22,289	89.34%	0	1	0	\$0
Harding	\$6,304	\$0	0.00%	0	0	0	\$0
Hidalgo	\$11,250	\$0	0.00%	0	0	0	\$0
Lincoln	\$35,399	\$9,540	26.95%	0	5	0	\$0
Luna	\$25,840	\$141,896	549.13%	1	4	0	\$0
McKinley	\$53,189	\$2,913	5.48%	0	2	0	\$0
Mora	\$35,527	\$0	0.00%	0	0	0	\$0
Otero	\$114,151	\$44,830	39.27%	3	3	0	\$0
Quay	\$21,077	\$12,772	60.60%	0	1	0	\$0
Roosevelt	\$33,077	\$51,018	154.24%	1	18	0	\$0
San Miguel	\$24,745	\$22,032	89.04%	0	3	0	\$0
Sandoval	\$90,993	\$315,145	346.34%	2	12	0	\$0
Santa Fe	\$163,318	\$1,044	0.64%	1	2	0	\$0
Sierra	\$40,955	\$0	0.00%	0	1	0	\$0
Socorro	\$12,534	\$0	0.00%	0	3	0	\$0
Taos	\$43,512	\$27,175	62.45%	1	3	0	\$0
Torrance	\$18,720	\$15,394	0.00%	1	3	0	\$0
Union	\$14,177	\$39,881	281.31%	0	2	0	\$0
Valencia	\$36,813	\$81,092	220.28%	1	8	0	\$0
TOTAL at 7/31/25	\$2,120,698	\$2,221,261	104.74%	32	427	0	\$0
TOTAL at 12/31/24		\$1,842,870	86.90%	121			
Open Reserves		\$397,734					

NMCIA APD
LOSS RATIO SUMMARY

As of 7/31/25

COUNTY	FY 37 2025						
	SIR \$400,000, as of 7/1/2025 \$450,000						
	Pro-Rated	Incurred	Loss	Open	Total	No. of Claims	Amt. Over
	Loss Fund Cont.	Losses	Ratio	Claims	Claim Count	Over SIR	SIR
Bernalillo	\$109,834	\$438,417	399.16%	82	209	0	\$0
Catron	\$4,803	\$0	0.00%	0	0	0	\$0
Chaves	\$22,131	\$15,500	70.04%	2	2	0	\$0
Cibola	\$9,151	\$0	0.00%	0	0	0	\$0
Colfax	\$9,446	\$5,000	52.93%	2	2	0	\$0
Curry	\$24,736	\$0	0.00%	0	1	0	\$0
De Baca	\$4,873	\$0	0.00%	0	0	0	\$0
Dona Ana	\$30,970	\$51,813	167.30%	4	8	0	\$0
Eddy	\$25,592	\$19,737	77.12%	3	5	0	\$0
Grant	\$10,086	\$5,370	53.25%	1	2	0	\$0
Guadalupe	\$7,833	\$0	0.00%	0	0	0	\$0
Harding	\$1,890	\$0	0.00%	0	0	0	\$0
Hidalgo	\$5,674	\$140,504	2476.09%	0	3	0	\$0
Lincoln	\$15,644	\$5,000	31.96%	1	3	0	\$0
Luna	\$12,620	\$0	0.00%	0	0	0	\$0
McKinley	\$19,735	\$0	0.00%	0	0	0	\$0
Mora	\$5,922	\$0	0.00%	0	1	0	\$0
Otero	\$32,436	\$5,500	16.96%	2	4	0	\$0
Quay	\$5,427	\$11,000	202.70%	1	1	0	\$0
Roosevelt	\$10,183	\$0	0.00%	0	0	0	\$0
San Miguel	\$11,123	\$25,000	224.77%	1	2	0	\$0
Sandoval	\$19,869	\$163,678	823.78%	1	6	0	\$0
Santa Fe	\$35,376	\$20,300	57.38%	1	1	0	\$0
Sierra	\$4,755	\$0	0.00%	0	0	0	\$0
Socorro	\$7,515	\$0	0.00%	1	2	0	\$0
Taos	\$11,111	\$31,002	279.03%	2	3	0	\$0
Torrance	\$5,380	\$7,607	0.00%	0	1	0	\$0
Union	\$6,771	\$0	0.00%	0	1	0	\$0
Valencia	\$13,319	\$59,591	447.41%	2	3	0	\$0
TOTAL at 7/31/25	\$484,206	\$1,005,018	207.56%	106	260	0	\$0
TOTAL at 12/31/24							
Open Reserves		\$616,985					

NMCA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 28 2014-15	FY 29 2015-16	FY 30 2016-17	FY 31 2017-18	FY 32 2018-19	FY 33 2019-20	FY 34 2020-21	FY 35 2021-22	FY 36 2022-23	FY 37 2023-24	FY 28-37 Pool Avg.	FY 38 2024-25
*Bernalillo	0.00%	0.00%	110.25%	125.39%	0.00%	1071.77%	296.35%	382.21%	295.80%	169.20%	245.10%	127.51%
Catron	10.60%	391.54%	0.41%	366.13%	672.06%	658.41%	1.56%	38.38%	32.00%	0.00%	217.11%	31.70%
Chaves	12.44%	26.89%	89.19%	31.60%	20.87%	20.23%	235.82%	36.55%	42.91%	34.74%	55.12%	50.05%
Cibola	48.14%	134.92%	26.90%	15.90%	0.38%	29.59%	0.14%	1.19%	110.74%	0.54%	36.84%	4.57%
Colfax	4.32%	64.77%	39.93%	5.32%	15.21%	6.30%	5.88%	86.99%	14.03%	72.12%	31.49%	77.13%
Curry	144.60%	99.77%	128.85%	78.49%	118.68%	117.42%	14.31%	33.52%	122.81%	78.07%	93.65%	19.82%
DeBaca	1.05%	39.92%	1.01%	286.47%	86.08%	1.42%	1.56%	5.10%	4.05%	0.15%	42.68%	125.54%
*Doña Ana	37.99%	20.05%	10.28%	17.46%	*	*	114.83%	47.51%	115.25%	120.70%	60.51%	*
Eddy	37.63%	147.07%	12.38%	28.30%	15.47%	60.30%	126.26%	49.68%	35.19%	54.82%	56.71%	75.76%
Grant	78.18%	19.72%	52.04%	49.70%	34.94%	16.68%	135.25%	95.25%	23.80%	52.12%	55.77%	107.29%
Guadalupe	1.59%	85.16%	6.30%	50.08%	537.83%	144.15%	10.19%	8.26%	23.85%	143.58%	101.10%	34.37%
Harding	0.00%	0.00%	0.06%	0.00%	46.62%	2.11%	0.00%	0.00%	0.00%	0.00%	4.88%	0.00%
Hidalgo	60.00%	4.33%	1.40%	11.02%	0.68%	7.01%	39.74%	0.25%	1.69%	29.91%	15.60%	4.65%
Lea	178.22%	103.82%	148.48%	13.10%	39.56%	20.39%	31.04%	11.20%	20.09%	22.72%	58.86%	16.92%
Lincoln	7.50%	304.76%	653.81%	5.44%	23.04%	20.30%	303.92%	4.38%	110.66%	91.51%	152.53%	16.73%
Los Alamos	*	*	*	*	*	*	*	*	75.98%	94.00%	84.99%	67.23%
Luna	94.34%	254.18%	595.62%	71.25%	64.84%	59.80%	72.62%	26.28%	240.35%	5.63%	148.49%	71.72%
McKinley	16.46%	136.09%	36.15%	69.82%	52.88%	33.82%	25.77%	7.88%	83.73%	1.56%	46.42%	4.26%
Mora	3.56%	0.37%	47.80%	0.38%	493.99%	3.52%	1.63%	0.84%	150.10%	11.07%	71.33%	0.65%
Otero	51.86%	178.62%	167.20%	136.23%	*	*	*	*	*	*	133.48%	*
Quay	11.31%	10.60%	7.99%	4.71%	355.65%	5.53%	18.08%	10.33%	39.05%	19.80%	48.31%	0.07%
Rio Arriba	*	*	*	*	184.94%	171.35%	57.18%	117.98%	60.89%	57.47%	108.30%	30.41%
Roosevelt	208.99%	14.53%	22.43%	42.93%	39.25%	206.01%	8.86%	4.78%	14.36%	3.22%	56.54%	50.22%
*San Juan	52.35%	71.24%	80.90%	28.74%	67.61%	125.38%	362.08%	170.94%	68.43%	161.24%	118.89%	23.90%
San Miguel	59.13%	14.28%	1.04%	9.29%	1.26%	142.43%	7.83%	6.29%	44.83%	0.65%	28.70%	60.27%
*Sandoval	28.98%	31.87%	73.29%	2.83%	96.12%	14.77%	28.72%	18.92%	32.46%	46.03%	37.40%	2.50%
*Santa Fé	206.91%	38.53%	88.02%	54.33%	81.32%	*	*	*	19.56%	227.49%	102.31%	0.00%
Sierra	1.88%	11.77%	3.89%	5.99%	1.99%	10.49%	15.97%	0.00%	14.27%	203.46%	26.97%	1.14%
Socorro	12.15%	6.38%	4.07%	19.63%	3.20%	2.52%	0.81%	6.19%	6.01%	2.07%	6.30%	59.00%
Taos	27.92%	20.37%	8.93%	78.14%	60.12%	56.40%	103.59%	82.71%	4.39%	65.78%	50.84%	35.34%
Torrance	5.56%	10.02%	0.09%	13.16%	14.20%	0.52%	3.80%	94.04%	61.09%	22.32%	22.48%	48.12%
Union	13.91%	298.85%	0.00%	2.39%	0.00%	7.16%	0.00%	0.00%	0.00%	242.54%	56.49%	5.44%
Valencia	190.01%	419.16%	187.85%	28.52%	71.91%	4.99%	3.01%	60.04%	17.45%	131.41%	111.44%	69.90%
TOTAL	62.70%	77.33%	82.62%	40.36%	71.31%	82.04%	112.93%	93.27%	95.19%	110.32%	82.81%	52.19%

*Deductible Structure Program Participation:

Bernalillo County: FY 26 - 34

Dona Ana County: FY 29- 31

San Juan: FY 30- 32, 38

Sandoval: FY 30- 33, 35-38

Santa Fé County: FY 26, 32, 38

NMCIA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 28 2014-15 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$239,327	\$0	0.00%	2	273
Catron	\$28,365	\$3,006	10.60%	0	1
Chaves	\$324,409	\$40,348	12.44%	0	21
Cibola	\$111,325	\$53,589	48.14%	0	4
Colfax	\$153,948	\$6,651	4.32%	0	8
Curry	\$89,747	\$129,774	144.60%	0	35
DeBaca	\$41,281	\$434	1.05%	0	4
Dona Ana	\$634,433	\$240,998	37.99%	1	89
Eddy	\$397,387	\$149,525	37.63%	0	26
Grant	\$192,271	\$150,314	78.18%	1	19
Guadalupe	\$44,500	\$707	1.59%	0	1
Harding	\$62,175	\$0	0.00%	0	0
Hidalgo	\$95,192	\$57,113	60.00%	0	5
Lea	\$215,745	\$384,493	178.22%	0	18
Lincoln	\$84,381	\$6,325	7.50%	0	5
Los Alamos	*	*	*	*	*
Luna	\$110,934	\$104,661	94.34%	0	17
McKinley	\$118,187	\$19,454	16.46%	0	24
Mora	\$190,184	\$6,775	3.56%	0	4
Otero	\$220,957	\$114,592	51.86%	1	22
Quay	\$37,115	\$4,196	11.31%	0	3
Rio Arriba	*	*	*	*	*
Roosevelt	\$44,680	\$93,376	208.99%	0	9
San Juan	\$725,609	\$379,829	52.35%	1	77
San Miguel	\$207,199	\$122,511	59.13%	0	9
Sandoval	\$688,327	\$199,450	28.98%	0	64
Santa Fe	\$620,970	\$1,284,874	206.91%	1	87
Sierra	\$61,588	\$1,158	1.88%	0	5
Socorro	\$222,028	\$26,984	12.15%	0	12
Taos	\$338,842	\$94,602	27.92%	0	19
Torrance	\$161,342	\$8,978	5.56%	0	3
Union	\$19,287	\$2,682	13.91%	0	3
Valencia	\$295,697	\$561,859	190.01%	1	28
Totals as of 6/30/25	\$6,777,433	\$4,249,257	62.70%	8	895
Totals as of 12/31/24		\$4,280,375	63.16%	10	
Open Reserves		\$219,232			

NMCIA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 29 2015-16 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$294,014	\$0	0.00%	3	270
Catron	\$25,920	\$101,487	391.54%	2	3
Chaves	\$337,808	\$90,820	26.89%	0	19
Cibola	\$104,463	\$140,945	134.92%	1	8
Colfax	\$157,556	\$102,053	64.77%	0	10
Curry	\$92,091	\$91,879	99.77%	0	20
DeBaca	\$41,020	\$16,374	39.92%	0	12
Dona Ana	\$427,608	\$85,747	20.05%	0	99
Eddy	\$447,341	\$657,919	147.07%	1	54
Grant	\$195,290	\$38,520	19.72%	0	12
Guadalupe	\$47,800	\$40,706	85.16%	0	8
Harding	\$63,675		0.00%		
Hidalgo	\$87,286	\$3,778	4.33%	0	1
Lea	\$218,120	\$226,446	103.82%	0	23
Lincoln	\$94,158	\$286,960	304.76%	0	13
Los Alamos	*		*		
Luna	\$108,207	\$275,044	254.18%	1	13
McKinley	\$145,423	\$197,903	136.09%	2	20
Mora	\$194,488	\$716	0.37%	0	1
Otero	\$238,278	\$425,616	178.62%	0	21
Quay	\$37,673	\$3,994	10.60%	0	4
Rio Arriba	*	*	*	*	*
Roosevelt	\$47,445	\$6,894	14.53%	0	11
San Juan	\$741,322	\$528,122	71.24%	0	82
San Miguel	\$209,193	\$29,863	14.28%	0	13
Sandoval	\$732,360	\$233,382	31.87%	0	48
Santa Fe	\$678,237	\$261,324	38.53%	0	76
Sierra	\$62,584	\$7,367	11.77%	0	9
Socorro	\$224,336	\$14,323	6.38%	0	10
Taos	\$336,853	\$68,624	20.37%	0	19
Torrance	\$173,398	\$17,375	10.02%	0	1
Union	\$19,337	\$57,791	298.85%	0	4
Valencia	\$315,641	\$1,323,056	419.16%	2	27
Totals as of 6/30/25	\$6,898,924	\$5,335,031	77.33%	12	911
Totals as of 12/31/24		\$5,205,684	75.46%	13	
Open Reserves		\$781,427			

NMCIA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 30 2016-17 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$327,429	\$360,989	110.25%	3	291
Catron	\$25,002	\$102	0.41%	0	1
Chaves	\$363,285	\$324,029	89.19%	0	28
Cibola	\$101,008	\$27,168	26.90%	0	17
Colfax	\$156,399	\$62,458	39.93%	0	5
Curry	\$94,009	\$121,129	128.85%	0	23
DeBaca	\$40,550	\$411	1.01%	0	6
Dona Ana	\$405,654	\$41,700	10.28%	0	72
Eddy	\$496,747	\$61,521	12.38%	0	37
Grant	\$192,624	\$100,238	52.04%	0	14
Guadalupe	\$48,775	\$3,071	6.30%	0	6
Harding	\$63,284	\$35	0.06%	0	1
Hidalgo	\$85,939	\$1,205	1.40%	0	2
Lea	\$231,806	\$344,186	148.48%	0	26
Lincoln	\$109,394	\$715,223	653.81%	1	5
Los Alamos	*	*	*	*	*
Luna	\$112,222	\$668,420	595.62%	1	12
McKinley	\$146,616	\$53,006	36.15%	1	14
Mora	\$114,190	\$54,586	47.80%	1	4
Otero	\$237,970	\$397,884	167.20%	0	33
Quay	\$43,947	\$3,512	7.99%	0	3
Rio Arriba	*	*	*	*	*
Roosevelt	\$47,627	\$10,683	22.43%	0	13
San Juan	\$649,480	\$525,446	80.90%	1	72
San Miguel	\$210,387	\$2,195	1.04%	0	9
Sandoval	\$598,456	\$438,629	73.29%	0	67
Santa Fe	\$742,045	\$653,183	88.02%	0	97
Sierra	\$62,360	\$2,427	3.89%	0	4
Socorro	\$222,595	\$9,049	4.07%	0	15
Taos	\$332,575	\$29,700	8.93%	0	13
Torrance	\$208,072	\$194	0.09%	0	2
Union	\$18,633	\$0	0.00%	0	0
Valencia	\$331,529	\$622,784	187.85%	1	29
Totals as of 6/30/25	\$6,820,609	\$5,635,160	82.62%	9	921
Totals as of 12/31/24		\$5,627,853	82.51%	9	
Open Reserves		\$455,674			

NMCIA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 31 2017-18 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$279,868	\$350,917	125.39%	3	254
Catron	\$25,030	\$91,642	366.13%	0	7
Chaves	\$387,007	\$122,313	31.60%	0	26
Cibola	\$105,482	\$16,772	15.90%	0	3
Colfax	\$159,620	\$8,498	5.32%	0	10
Curry	\$112,039	\$87,943	78.49%	0	26
DeBaca	\$41,915	\$120,074	286.47%	0	6
Dona Ana	\$441,500	\$77,108	17.46%	0	59
Eddy	\$544,119	\$153,995	28.30%	0	23
Grant	\$196,511	\$97,668	49.70%	0	18
Guadalupe	\$50,517	\$25,300	50.08%	0	3
Harding	\$64,604	\$0	0.00%	0	0
Hidalgo	\$99,601	\$10,977	11.02%	0	4
Lea	\$270,018	\$35,361	13.10%	0	19
Lincoln	\$114,113	\$6,208	5.44%	0	8
Los Alamos	*	*	*	*	*
Luna	\$115,708	\$82,443	71.25%	0	13
McKinley	\$154,753	\$108,056	69.82%	1	12
Mora	\$130,931	\$494	0.38%	0	3
Otero	\$270,462	\$368,442	136.23%	0	30
Quay	\$50,195	\$2,365	4.71%	0	2
Rio Arriba	*	*	*	*	*
Roosevelt	\$52,540	\$22,555	42.93%	0	8
San Juan	\$599,765	\$172,362	28.74%	0	58
San Miguel	\$226,977	\$21,092	9.29%	0	8
Sandoval	\$616,921	\$17,474	2.83%	1	64
Santa Fe	\$812,546	\$441,487	54.33%	0	67
Sierra	\$64,470	\$3,865	5.99%	0	4
Socorro	\$230,901	\$45,330	19.63%	0	9
Taos	\$337,863	\$264,022	78.14%	0	22
Torrance	\$212,010	\$27,908	13.16%	0	5
Union	\$19,041	\$455	2.39%	0	1
Valencia	\$368,309	\$105,059	28.52%	1	28
Totals as of 6/30/25	\$7,155,339	\$2,888,185	40.36%	6	800
Totals as of 12/31/24		\$2,874,328	40.17%	6	
Open Reserves		\$68,105			

NMCIA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 32 2018-19 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$154,260	\$0	0.00%	1	236
Catron	\$27,040	\$181,724	672.06%	0	2
Chaves	\$359,073	\$74,946	20.87%	0	28
Cibola	\$97,103	\$366	0.38%	0	3
Colfax	\$148,941	\$22,656	15.21%	0	6
Curry	\$113,134	\$134,273	118.68%	1	18
DeBaca	\$42,077	\$36,219	86.08%	0	9
Dona Ana	*	*	*	*	*
Eddy	\$502,444	\$77,704	15.47%	0	19
Grant	\$183,542	\$64,123	34.94%	0	17
Guadalupe	\$46,599	\$250,623	537.83%	2	4
Harding	\$60,719	\$28,308	46.62%	0	1
Hidalgo	\$92,279	\$628	0.68%	0	3
Lea	\$293,978	\$116,296	39.56%	1	31
Lincoln	\$118,576	\$27,317	23.04%	0	5
Los Alamos	*	*	*	*	*
Luna	\$121,479	\$78,767	64.84%	0	16
McKinley	\$138,981	\$73,497	52.88%	0	11
Mora	\$124,060	\$612,844	493.99%	2	12
Otero	*	*	*	*	*
Quay	\$45,515	\$161,873	355.65%	1	4
Rio Arriba	\$264,336	\$488,860	184.94%	1	24
Roosevelt	\$52,277	\$20,517	39.25%	0	10
San Juan	\$544,336	\$368,003	67.61%	2	74
San Miguel	\$219,125	\$2,763	1.26%	0	7
Sandoval	\$568,492	\$546,441	96.12%	2	70
Santa Fe	\$593,267	\$482,416	81.32%	0	85
Sierra	\$58,779	\$1,168	1.99%	0	1
Socorro	\$215,645	\$6,896	3.20%	0	9
Taos	\$326,594	\$196,351	60.12%	3	17
Torrance	\$198,169	\$28,146	14.20%	0	7
Union	\$18,795	\$0	0.00%	0	0
Valencia	\$385,797	\$277,437	71.91%	0	34
Totals as of 6/30/25	\$6,115,410	\$4,361,160	71.31%	16	763
Totals as of 12/31/24		\$4,355,405	71.22%	16	
Open Reserves		\$340,388			

NMCIA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 33 2019-20 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$140,216	\$1,502,788	1071.77%	5	280
Catron	\$31,809	\$209,433	658.41%	1	1
Chaves	\$301,244	\$60,945	20.23%	0	42
Cibola	\$86,683	\$25,652	29.59%	0	6
Colfax	\$137,994	\$8,696	6.30%	0	8
Curry	\$127,190	\$149,352	117.42%	0	29
DeBaca	\$40,446	\$576	1.42%	0	5
Dona Ana	*	*	*	*	*
Eddy	\$473,752	\$285,687	60.30%	2	25
Grant	\$152,925	\$25,512	16.68%	0	13
Guadalupe	\$45,140	\$65,068	144.15%	0	5
Harding	\$52,568	\$1,108	2.11%	0	1
Hidalgo	\$77,272	\$5,420	7.01%	0	3
Lea	\$347,852	\$70,911	20.39%	0	22
Lincoln	\$139,055	\$28,233	20.30%	0	4
Los Alamos	*	*	*	*	*
Luna	\$136,878	\$81,854	59.80%	0	26
McKinley	\$115,148	\$38,941	33.82%	1	16
Mora	\$124,109	\$4,363	3.52%	0	4
Otero	*	*	*	*	*
Quay	\$41,032	\$2,270	5.53%	0	2
Rio Arriba	\$242,371	\$415,294	171.35%	1	25
Roosevelt	\$51,895	\$106,909	206.01%	0	10
San Juan	\$483,256	\$605,884	125.38%	1	100
San Miguel	\$185,280	\$263,891	142.43%	2	20
Sandoval	\$518,558	\$76,614	14.77%	0	45
Santa Fe	*	*	*	*	*
Sierra	\$50,842	\$5,333	10.49%	0	6
Socorro	\$188,003	\$4,737	2.52%	0	5
Taos	\$272,717	\$153,809	56.40%	0	10
Torrance	\$165,690	\$865	0.52%	0	4
Union	\$18,178	\$1,302	7.16%	0	1
Valencia	\$397,085	\$19,822	4.99%	0	20
Totals as of 6/30/25	\$5,145,189	\$4,221,269	82.04%	13	738
Totals as of 12/31/24		\$3,571,549	69.42%	13	
Open Reserves		\$1,011,455			

NMCIA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 34 2020-21 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$616,644	\$1,827,454	296.35%	4	193
Catron	\$31,837	\$495	1.56%	0	3
Chaves	\$271,247	\$639,651	235.82%	1	22
Cibola	\$85,773	\$122	0.14%	0	2
Colfax	\$139,458	\$8,202	5.88%	0	3
Curry	\$132,662	\$18,985	14.31%	0	16
DeBaca	\$44,511	\$696	1.56%	0	3
Dona Ana	\$376,899	\$432,778	114.83%	2	44
Eddy	\$459,471	\$580,138	126.26%	2	22
Grant	\$141,925	\$191,953	135.25%	0	7
Guadalupe	\$41,755	\$4,253	10.19%	0	1
Harding	\$46,703	\$0	0.00%	0	0
Hidalgo	\$77,810	\$30,923	39.74%	0	2
Lea	\$423,009	\$131,282	31.04%	2	13
Lincoln	\$155,951	\$473,967	303.92%	1	2
Los Alamos	*	*	*	*	*
Luna	\$155,808	\$113,140	72.62%	1	11
McKinley	\$108,348	\$27,918	25.77%	0	21
Mora	\$120,293	\$1,956	1.63%	0	3
Otero	*	*	*	*	*
Quay	\$40,588	\$7,338	18.08%	0	3
Rio Arriba	\$262,719	\$150,234	57.18%	1	12
Roosevelt	\$54,164	\$4,797	8.86%	0	6
San Juan	\$441,733	\$1,599,429	362.08%	4	136
San Miguel	\$174,238	\$13,650	7.83%	0	9
Sandoval	\$607,364	\$174,452	28.72%	0	46
Santa Fe	*	*	*	*	*
Sierra	\$45,209	\$7,221	15.97%	0	6
Socorro	\$123,259	\$995	0.81%	0	4
Taos	\$238,206	\$246,770	103.59%	1	12
Torrance	\$147,748	\$5,618	3.80%	0	1
Union	\$18,436	\$0	0.00%	0	0
Valencia	\$353,375	\$10,645	3.01%	0	21
Totals as of 6/30/25	\$5,937,143	\$6,705,062	112.93%	19	624
Totals as of 12/31/24		\$6,660,124	112.18%	26	
Open Reserves		\$1,473,885			

NMCIA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 35 2021-22 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$717,348	\$2,741,783	382.21%	5	220
Catron	\$34,697	\$13,317	38.38%	0	3
Chaves	\$258,697	\$94,552	36.55%	0	21
Cibola	\$73,973	\$878	1.19%	0	4
Colfax	\$127,473	\$110,883	86.99%	1	7
Curry	\$142,099	\$47,638	33.52%	0	18
DeBaca	\$48,683	\$2,482	5.10%	0	3
Dona Ana	\$364,150	\$172,995	47.51%	1	51
Eddy	\$447,810	\$222,490	49.68%	1	26
Grant	\$127,482	\$121,426	95.25%	1	24
Guadalupe	\$49,241	\$4,067	8.26%	0	2
Harding	\$37,930	\$0	0.00%	0	0
Hidalgo	\$62,527	\$159	0.25%	0	1
Lea	\$402,611	\$45,077	11.20%	1	9
Lincoln	\$171,419	\$7,509	4.38%	0	11
Los Alamos	*	*	*	*	*
Luna	\$167,767	\$44,092	26.28%	0	11
McKinley	\$76,651	\$6,043	7.88%	0	9
Mora	\$146,328	\$1,231	0.84%	0	3
Otero	*	*	*	*	*
Quay	\$36,394	\$3,759	10.33%	0	4
Rio Arriba	\$296,934	\$350,329	117.98%	2	19
Roosevelt	\$52,233	\$2,494	4.78%	0	4
San Juan	\$423,941	\$724,699	170.94%	3	90
San Miguel	\$154,887	\$9,740	6.29%	0	4
Sandoval	\$385,546	\$72,936	18.92%	3	46
Santa Fe	*	*	*	*	*
Sierra	\$32,982	\$0	0.00%	0	2
Socorro	\$97,809	\$6,050	6.19%	0	6
Taos	\$228,094	\$188,647	82.71%	2	13
Torrance	\$127,153	\$119,579	94.04%	2	8
Union	\$18,608	\$0	0.00%	0	0
Valencia	\$483,983	\$290,562	60.04%	1	22
Totals as of 6/30/25	\$5,795,452	\$5,405,420	93.27%	23	641
Totals as of 12/31/24		\$5,356,929	92.43%	27	
Open Reserves		\$466,873			

NMCIA WORKERS' COMPENSATION LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 36 2022-23 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$1,133,067	\$3,351,584	295.80%	6	211
Catron	\$46,625	\$14,921	32.00%	1	3
Chaves	\$222,897	\$95,636	42.91%	0	32
Cibola	\$69,914	\$77,421	110.74%	0	7
Colfax	\$84,705	\$11,886	14.03%	0	2
Curry	\$132,797	\$163,083	122.81%	0	12
DeBaca	\$47,666	\$1,930	4.05%	0	5
Dona Ana	\$382,734	\$441,101	115.25%	3	71
Eddy	\$425,160	\$149,614	35.19%	1	22
Grant	\$119,403	\$28,421	23.80%	0	17
Guadalupe	\$61,873	\$14,754	23.85%	0	2
Harding	\$36,157	\$0	0.00%	0	0
Hidalgo	\$57,581	\$976	1.69%	0	1
Lea	\$417,757	\$83,944	20.09%	1	12
Lincoln	\$191,003	\$211,355	110.66%	2	7
Los Alamos	\$254,031	\$193,014	75.98%	2	23
Luna	\$187,367	\$450,341	240.35%	2	15
McKinley	\$257,935	\$215,975	83.73%	1	16
Mora	\$152,548	\$228,972	150.10%	0	8
Otero	*	*	*	*	*
Quay	\$39,681	\$15,497	39.05%	0	8
Rio Arriba	\$329,479	\$200,632	60.89%	2	14
Roosevelt	\$55,001	\$7,900	14.36%	0	8
San Juan	\$448,080	\$306,628	68.43%	3	65
San Miguel	\$147,174	\$65,977	44.83%	1	4
Sandoval	\$375,150	\$121,773	32.46%	0	55
Santa Fe	\$620,141	\$121,309	19.56%	0	51
Sierra	\$31,521	\$4,498	14.27%	0	3
Socorro	\$101,179	\$6,077	6.01%	0	5
Taos	\$228,514	\$10,034	4.39%	0	13
Torrance	\$123,558	\$75,485	61.09%	1	3
Union	\$19,019	\$0	0.00%	0	0
Valencia	\$255,238	\$44,547	17.45%	0	16
Totals as of 6/30/25	\$7,054,957	\$6,715,287	95.19%	26	711
Totals as of 12/31/24		\$6,408,064	90.83%	33	
Open Reserves		\$2,098,004			

NMCIA WORKERS' COMPENSATION
LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 37 2023-24 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$1,149,634	\$1,945,170	169.20%	16	285
Catron	\$50,557	\$0	0.00%	0	0
Chaves	\$222,747	\$77,377	34.74%	1	32
Cibola	\$67,357	\$366	0.54%	0	4
Colfax	\$92,244	\$66,528	72.12%	1	5
Curry	\$141,982	\$110,844	78.07%	2	17
DeBaca	\$54,997	\$84	0.15%	0	3
Dona Ana	\$433,325	\$523,014	120.70%	8	75
Eddy	\$424,822	\$232,875	54.82%	2	27
Grant	\$123,144	\$64,179	52.12%	1	15
Guadalupe	\$71,489	\$102,643	143.58%	1	9
Harding	\$33,099	\$0	0.00%	0	0
Hidalgo	\$55,999	\$16,750	29.91%	0	3
Lea	\$569,407	\$129,384	22.72%	3	25
Lincoln	\$204,223	\$186,888	91.51%	1	6
Los Alamos	\$307,996	\$289,514	94.00%	3	40
Luna	\$208,227	\$11,718	5.63%	0	12
McKinley	\$247,582	\$3,854	1.56%	0	7
Mora	\$213,536	\$23,644	11.07%	2	8
Otero	*	*	*	*	*
Quay	\$40,409	\$8,002	19.80%	0	3
Rio Arriba	\$347,386	\$199,656	57.47%	2	16
Roosevelt	\$68,835	\$2,219	3.22%	0	6
San Juan	\$544,437	\$877,830	161.24%	11	87
San Miguel	\$142,756	\$935	0.65%	0	1
Sandoval	\$324,696	\$149,467	46.03%	6	53
Santa Fe	\$515,224	\$1,172,083	227.49%	7	64
Sierra	\$29,718	\$60,465	203.46%	1	4
Socorro	\$91,006	\$1,887	2.07%	0	4
Taos	\$235,682	\$155,024	65.78%	0	15
Torrance	\$128,955	\$28,777	22.32%	0	2
Union	\$17,696	\$42,919	242.54%	0	2
Valencia	\$246,722	\$324,218	131.41%	3	27
Totals as of 6/30/25	\$7,405,889	\$6,808,314	110.32%	71	857
Totals as of 12/31/24		\$6,925,561	112.22%	150	
Open Reserves		\$2,480,845			

NMCIA WORKERS' COMPENSATION
LOSS RATIO SUMMARY

As of 6/30/25

COUNTY	FY 38 2024-25 SIR \$750K				
	Loss Fund Contribution	Incurred Losses	Loss Ratio	Open Claims	Total Claim Count
Bernalillo	\$1,649,921	\$2,103,760	127.51%	134	304
Catron	\$62,549	\$19,825	31.70%	2	2
Chaves	\$237,569	\$118,895	50.05%	11	27
Cibola	\$74,618	\$3,408	4.57%	2	5
Colfax	\$96,738	\$74,615	77.13%	4	10
Curry	\$158,244	\$31,363	19.82%	6	14
DeBaca	\$57,529	\$72,222	125.54%	1	3
Dona Ana	*	*	*	*	*
Eddy	\$494,100	\$374,312	75.76%	11	22
Grant	\$122,388	\$131,304	107.29%	11	19
Guadalupe	\$83,463	\$28,686	34.37%	2	5
Harding	\$23,918	\$0	0.00%	0	0
Hidalgo	\$63,107	\$2,933	4.65%	0	1
Lea	\$600,239	\$101,533	16.92%	6	19
Lincoln	\$209,284	\$35,003	16.73%	0	6
Los Alamos	\$358,373	\$240,918	67.23%	20	38
Luna	\$223,231	\$160,109	71.72%	15	27
McKinley	\$214,872	\$9,153	4.26%	1	9
Mora	\$259,837	\$1,685	0.65%	0	2
Otero	*	*	*	*	*
Quay	\$30,684	\$23	0.07%	0	4
Rio Arriba	\$429,799	\$130,688	30.41%	5	11
Roosevelt	\$55,068	\$27,655	50.22%	3	4
San Juan	\$705,189	\$168,550	23.90%	28	84
San Miguel	\$145,296	\$87,571	60.27%	3	6
Sandoval	\$568,596	\$14,213	2.50%	14	36
Santa Fe	\$583,384	\$0	0.00%	25	50
Sierra	\$28,615	\$325	1.14%	1	1
Socorro	\$96,360	\$56,850	59.00%	1	2
Taos	\$274,634	\$97,042	35.34%	5	8
Torrance	\$145,235	\$69,886	48.12%	2	4
Union	\$13,943	\$758	5.44%	0	1
Valencia	\$265,107	\$185,302	69.90%	9	26
Totals as of 6/30/25	\$8,331,891	\$4,348,589	52.19%	322	750
Totals as of 12/31/24		\$2,714,059	65.15%	331	
Open Reserves		\$2,897,691			

Bernalillo, Dona Ana, Santa Fé, San Juan, Sandoval County Workers' Compensation Structure Analysis

As of 6/30/25

	a	b	c	d	e	f	g	h	i	j	k	l	m
	SIR	Annual	Claim	Total	Open	Claims	Incurred Losses	Incurred Losses Over	Annual Pool	*Loss Fund	WC Pool	Loss	County Total
	(per claim)	Aggregate	Count	Incurred Losses (not net incurred)	Claims	Exceeding SIR	Over SIR	Annual Aggregate	Contributions	Contribution	Incurred YTD	Ratio	Incurred YTD
Bernalillo County											g+h	k/j	d+i-k
FY 28 2014 -15	\$400,000	\$1,750,000	273	\$1,567,463	2	0	\$0	\$0	\$765,446	\$239,327	\$0	0.00%	\$2,332,909
FY 29 2015 -16	\$400,000	\$1,750,000	270	\$1,507,977	3	0	\$0	\$0	\$851,941	\$294,014	\$0	0.00%	\$2,359,918
FY 30 2016-17	\$400,000	\$1,750,000	291	\$2,110,989	3	0	\$0	\$360,989	\$949,631	\$327,429	\$360,989	110.25%	\$2,699,631
FY 31 2017-18	\$500,000	\$2,000,000	254	\$2,350,917	3	1	\$141,940	\$208,977	\$879,715	\$279,868	\$350,917	125.39%	\$2,879,715
FY 32 2018-19	\$500,000	\$1,750,000	236	\$1,459,197	1	0	\$0	\$0	\$835,729	\$154,260	\$0	0.00%	\$2,294,926
FY 33 2019-20	\$500,000	\$1,750,000	280	\$3,252,788	5	1	\$524,266	\$978,522	\$805,055	\$140,216	\$1,502,788	1071.77%	\$2,555,055
FY 34 2020-21	\$50,000	\$1,750,000	193	\$3,181,691	4	15	\$1,827,454	\$0	\$1,250,896	\$616,644	\$1,827,454	296.35%	\$1,970,881
Dona Ana County													
FY 29 2015 -16	\$25,000	\$750,000	99	\$280,757	0	2	\$85,747	\$0	\$589,908	\$427,608	\$85,747	20.05%	\$784,918
FY 30 2016 -17	\$25,000	\$750,000	72	\$272,925	0	3	\$41,700	\$0	\$571,782	\$405,654	\$41,700	10.28%	\$803,007
FY 31 2017 -18	\$25,000	\$750,000	59	\$237,255	0	2	\$77,108	\$0	\$624,926	\$441,500	\$77,108	17.46%	\$785,073
San Juan County													
FY 30 2016 -17	\$10,000	\$0	72	\$525,446	1	10	\$382,324	\$143,122	\$798,917	\$649,480	\$525,446	80.90%	\$798,917
FY 31 2017 -18	\$10,000	\$0	58	\$172,362	0	5	\$51,632	\$120,730	\$750,988	\$599,765	\$172,362	28.74%	\$750,988
FY 32 2018 -19	\$10,000	\$0	74	\$368,003	2	10	\$213,890	\$154,112	\$713,439	\$544,336	\$368,003	67.61%	\$713,439
FY 38 2024-25	\$10,000	\$0	84	\$420,981	28	14	\$168,550	\$0	\$833,507	\$705,189	\$168,550	23.90%	\$1,085,938
Sandoval County													
FY 30 2016 -17	\$25,000	\$750,000	67	\$640,104	0	3	\$438,629	\$0	\$692,000	\$598,456	\$438,629	73.29%	\$893,475
FY 31 2017 -18	\$25,000	\$750,000	64	\$179,169	1	3	\$17,474	\$0	\$713,256	\$616,921	\$17,474	2.83%	\$874,951
FY 32 2018 -19	\$25,000	\$750,000	70	\$747,067	2	5	\$546,441	\$0	\$678,087	\$568,492	\$546,441	96.12%	\$878,713
FY 33 2019 -20	\$25,000	\$750,000	45	\$177,020	0	2	\$76,614	\$0	\$627,875	\$518,558	\$76,614	14.77%	\$728,281
FY 35 2021-22	\$25,000	\$750,000	46	\$262,235	3	4	\$72,936	\$0	\$656,492	\$385,546	\$72,936	18.92%	\$845,791
FY 36 2022-23	\$25,000	\$750,000	55	\$235,699	0	1	\$121,773	\$0	\$462,763	\$375,150	\$121,773	32.46%	\$576,688
FY 37 2023-24	\$50,000	\$750,000	53	\$511,848	6	4	\$149,467	\$0	\$417,387	\$324,396	\$149,467	46.08%	\$779,768
FY 38 2024-25	\$25,000	\$0	36	\$196,011	14	1	\$14,213	\$0	\$660,299	\$568,596	\$14,213	2.50%	\$842,096
Santa Fé County													
FY 32 2018-19	\$25,000	\$750,000	85	\$805,663	0	7	\$482,416	\$0	\$835,328	\$593,267	\$482,416	81.32%	\$1,158,576
FY 38 2024-25	\$100,000	\$0	50	\$336,806	25	0	\$0	\$0	\$776,330	\$583,384	\$0	0.00%	\$1,113,136

Loss Fund Contribution = Annual Contribution + Investment Income - Admin. Expenses.

Deductible Structure Program Participation:

Bernalillo County: FY 22 - 34
Dona Ana County: FY 29- 31
Santa Fé County: FY 23 - 26, 32, 38
San Juan: FY 30- 32, 38
Sandoval: FY 30- 33, 35-38

Members that left the WC Program

Dona Ana County lef the WC Program in FY 32 and returned in FY 34 and left again FY 38
Santa Fé County left the WC pool in FY 33 and returned in FY 36

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 10.B.	<u>Item Title:</u> Legal Bureau Update
<u>Presenter (s):</u> Brandon Huss, Legal Bureau Director	

NMC LEGAL BUREAU UPDATE

Date: August 14, 2025
To: NMCIA Board of Directors
From: Brandon Huss, Legal Bureau Director
Re: Legal Bureau Update

Dear NMCIA Board of Directors,

This memo provides an update on the Legal Bureau's activities, case resolutions, team performance, and recruitment efforts as of August 14, 2025.

Case Litigation Overview

The Legal Bureau is actively litigating 95 cases, with 80% being state court tort and civil rights claims and 20% federal civil rights matters.

2025 Case Resolutions

In 2025, we formally closed 20 lawsuits, achieving favorable outcomes for the county. The table below summarizes the resolutions:

Outcome	Number of Cases	Details
Dismissed	10	5 dismissed by courts; 5 voluntarily dropped by plaintiffs with no payment.
Settled	5	4 settled for under \$20,000 each; 1 death case settled for under \$100,000.
Significant Settlement	1	Eric Vigil v. San Miguel County settled for \$1.1 million, a significant savings achieved by prevailing on a critical pretrial motion regarding NMCRA standards of care.

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Santa Fe, NM 87501

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Additionally, in several cases, I represented this Board and collaborated with outside counsel, leveraging technical arguments to reduce settlement values.

Legal Bureau Team

- David Roman – Senior Litigator, 20 years of practice, fifth year in the Bureau. His expertise in pretrial motions was key to securing dismissals in three cases this year.
- Bree Barnett – Second-year attorney, demonstrating litigation skills well beyond her experience level, notably contributing to favorable settlements.
- Eric Kuebler – Investigator, joined May 2024. His work has been invaluable to our attorneys and adjuster team.
- Amber Kuzior – Paralegal, serving remotely from Pennsylvania since December 2019, supporting the entire Bureau.

Recruitment Efforts

We are actively recruiting a fourth attorney and a second paralegal to join by year's end. While finding qualified candidates remains challenging, we are committed to building on our team's strong foundation. Please contact me with any questions.

Very truly yours,

Brandon Huss
Legal Bureau Director

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**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 10.C.	<u>Item Title:</u> Loss Prevention Update
<u>Presenter (s):</u> Greg Rees, Loss Prevention Manager	

Memorandum

Date: August 13, 2025
To: NMCIA Board
From: Greg Rees, Loss Prevention Manager
Re: Loss Prevention Update

Dear Board Members,

This memo provides an update on key initiatives within NMCIA's loss prevention program, aimed at reducing risks, enhancing compliance, and supporting our member agencies in law enforcement and detention operations. We continue to prioritize proactive measures to minimize liabilities and improve operational safety. Below are highlights of our recent activities.

I am pleased to report that our collaboration with Benchmark Analytics for the development of a comprehensive risk management program remains on schedule. This initiative leverages data-driven analytics to identify trends in incidents, claims, and operational risks, enabling targeted interventions to prevent losses. As part of this effort, our team has conducted 14 on-site visits to detention facilities across member counties. These visits focused on assessing current practices, discussing data about the member survey, and providing immediate recommendations for risk mitigation. This on-time progress underscores our commitment to efficient project management and member support.

The update to Lexipol Policy Solutions is proceeding on time, with ongoing refinements to ensure policies align with best practices in law enforcement. Lexipol provides customizable, legally vetted policy manuals that help agencies maintain compliance and reduce exposure to litigation. However, noted on the attached monthly Lexipol report, a few member agencies are facing resource constraints, which are limiting their ability to adopt updates at a faster pace. To address this, I have offered additional assistance and communication to facilitate smoother integration. We anticipate completing the core updates by the end of the year, with continued monitoring to support all agencies.

444 Galisteo Street
Santa Fe, NM 87501

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Fax: 505-983-4396

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In response to the Board's earlier request regarding leadership training opportunities, we have been in communication with the National Institute of Corrections (NIC). The NIC, a division of the U.S. Department of Justice, offers specialized training programs designed to enhance leadership skills in corrections. We expect to receive confirmation in September on whether funding will be available for the specific training modules discussed. We will provide an update once this information is confirmed.

Finally, I am advancing the development of an Early Warning System (EWS), a proactive tool designed to monitor and flag patterns of behavior or performance issues among law enforcement and detention officers that could indicate potential risks, such as excessive use of force, misconduct, or burnout. By analyzing data from incident reports, complaints, and other metrics, the EWS enables early intervention through counseling, training, or other corrective actions, ultimately reducing liability and improving officer well-being. The project is currently under review to ensure its applicability and effectiveness for both law enforcement personnel and detention officers in our member agencies. This includes evaluating integration with existing systems like Benchmark Analytics and addressing any customization needs.

We appreciate the Board's ongoing support for these loss prevention efforts, which are critical to safeguarding our members and promoting a culture of accountability and safety. Please let me know if you require additional details or have questions.

Best regards,

Greg Rees

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LEXIPOL (Project Control - Monthly Summary Report)

GENERAL PROJECT INFORMATION

PROJECT NAME		SR PROJECT MANAGER	OPERATIONS MANAGER
New Mexico Counties (NMC)		Phil Holder	Richard Pascarella
EMAIL	PHONE	ORGANIZATIONAL UNIT(S)	
pholder@lexipol.com ; rpascarella@lexipol.com	949-226-8074	Lexipol Professional Services	
AGREEMENT EFFECTIVE DATE	PROJECT STATUS REPORT DATES	EXPECTED START DATE	EXPECTED COMPLETION DATE
28-Dec-23	07/01/2025 - 07/31/2025	06/01/2024	02/28/2026

PROJECT SUMMARY - JULY 2025

PURPOSE OF PROJECT	Establish and implement constitutionally sound Law Enforcement Policy Manuals for the New Mexico Counties consortium of twenty-nine individual counties supported and delivered using the Lexipol Knowledge Management System.
MONTHLY SUMMARY	<p>Group 1 agencies - Eight of eleven have completed the policy implementation project and have issued their policy manuals. Two agencies are still in the final tier of implementation and one is working in tier two as they started the project later than the rest of the group - slow progress during the summer. No change for this group during the month of July.</p> <p>Group 2 agencies - Four of ten have completed the policy implementation project and have issued their policy manuals (McKinley CO SO completed this month). Of the remaining agencies: Two agencies are working in tier five, one is working in tier four, three are working in tier three or below. Some progress was made with most of this group, but it has been slow. Taos Co has not met since March and is not responsive to emails or phone calls.</p> <p>Group 3 agencies - Two of eight have completed the policy implementation project and have issued their policy manuals. Of the remaining six agencies, one is in the QA/QC phase, one is in tier five, one is in tier four, one is in tier three, and one is in tier two. The only agency that has not agreed to this project is Dona Ana CO SO; NMC staff continues to follow up with Dona Ana County staff to inquire about future participation. Progress was made with some agencies in this group, but nothing significant due to vacations and staffing.</p> <p>Of the 29 counties, 14 have completed the policy implementation process, while six additional counties are in the final phase of implementation or quality assurance and should be completed in the next couple of months.</p>
TASK(S) COMPLETED	<ul style="list-style-type: none"> The remaining Group 1 projects continue to work with their project managers and are making slow progress. Two agencies should be done within the next month or two; Santa Fe Co did not meet this month due to vacation. Group 2 projects that are in progress continue - McKinley CO SO finished this month; some agencies continue to progress slowly and will go past the one year start date, but are still on track to complete the project in the next few months. Both Taos and Chaves Co's have not met with their project managers for several months (including July) and do not have future meeting dates. Group 3 projects are moving at a steady pace. Two are completed and two others are in the final tier of policies to review/edit. Cibola Co has not met with the project manager for several months and does not indicate when they will have time - this project started late but will not be done anytime soon based on the lack of participation.

TASK(S) DELAYED	<ul style="list-style-type: none"> • Taos CO cxd every meeting in March, April, and May, June and now July. The Sheriff has not answered emails or calls during this last month. This is now five months without any progress with this project. • Cibola CO only met once in May due to a scheduling conflict and vacation day. Although the recurring schedule is set to meet once a week, the agency doesn't make the meetings. They cancelled all mtgs for July and there has not been any communication - a new project specialist has been assigned to try and reach out more frequently. • Eddy CO met once this month with the new agency PM. The new Sgt did not show for 2 scheduled mtgs and advised that due to a lot of changes within the dept he doesn't know how often he can meet. • Chaves CO did not meet again this month and the U/S has not been to a meeting since February and does not respond to emails or calls. Progress is delayed due to no meetings taking place.
UPCOMING TASKS	<ul style="list-style-type: none"> • Continue with updates for each of the Group participants status of implementation monthly. • Assess all projects and update estimated completion dates. • Review project hours and implementation status to update estimated completion date. • Follow-up with NMC regarding Dona Ana CO SO as they are still on hold.
RISK LOG	<ul style="list-style-type: none"> • Continue to reach out to agencies that are missing meetings, not corresponding, or haven't started the process. • Document delays and communicate problems to NMC and customer agencies. • Monitor delays of individual projects - extended time frames to begin or continue should be evaluated and consider moving next project in line to implementation.
ISSUE LOG	<ul style="list-style-type: none"> • Any issues related to projects have been conveyed to the project manager and PS supervision for resolution.

TENTATIVE SCHEDULE

KEY MILESTONES - GROUP 1 (11 agencies)	START	FINISH
Project Discovery Meeting	06/11/2024	07/20/2024
Existing Content Received / Reviewed	June/July 24	08/01/2024
Finalize Project Plan / Kick Off	Jun-24	Jul-24
Completion of PWG Initial Edits to Tier 1	July/August 24	Mar-25
Completion of PWG Initial Edits to Tier 2	August/Sept 24	In Progress(1/11) Done (10/11)
Completion of PWG Initial Edits to Tier 3	August/Sept 24	In Progress (1/11) Done (10/11)
Completion of PWG Intial Edits to Tier 4	Sept/Oct 24	In Progress (0/11) Done (10/11)
Completion of PWG Initial Edits to Tier 5	Sept/Oct 24	In Progress (2/11) Done (8/11)
Existing Content Cross-Reference (As needed)	July/Oct 24	October
Onboarding / KMS Orientation	July/Oct 24	In Progress
Administrative and End-User Training	July/Oct 24	In Progress

Initial Draft Completion of Procedural Documents	TBD	TBD
Go-Live with KMS	TBD	In Progress - Done (8/11)
KEY MILESTONES - GROUP 2 (10 agencies)	START	FINISH
Project Discovery Meeting	Aug/Sept 24	09/01/2024
Existing Content Received / Reviewed	Aug/Sept 24	10/01/2024
Finalize Project Plan / Kick Off	Jun-24	Jul-24
Completion of PWG Initial Edits to Tier 1	Aug/Sept 24	In Progress (2/10) Done (8/10)
Completion of PWG Initial Edits to Tier 2	Jan-25	In Progress (2/10) Done (7/10)
Completion of PWG Initial Edits to Tier 3	Mar-25	In Progress (4/10) Done (3/10)
Completion of PWG Initial Edits to Tier 4	Apr-25	In Progress (3/10) Done (4/10)
Completion of PWG Initial Edits to Tier 5	Apr-25	In Progress (2/10) Done (4/10)
Existing Content Cross-Reference (As needed)	Aug/Sept 24	October
Onboarding / KMS Orientation	September	In Progress
Administrative and End-User Training	TBD	In Progress
Initial Draft Completion of Procedural Documents	TBD	TBD
Go-Live with KMS	TBD	In Progress- Done (4/10)
KEY MILESTONES - GROUP 3 (8 agencies)	START	FINISH
Project Discovery Meeting	Nov/Dec 24	In Progress
Existing Content Received / Reviewed	Nov/Dec 24	In Progress
Finalize Project Plan / Kick Off	Jun-24	Jul-24
Completion of PWG Initial Edits to Tier 1	Nov/Dec 24	In Progress (2/8) Done (5/8)
Completion of PWG Initial Edits to Tier 2	Apr-25	In Progress (1/8) Done (5/8)
Completion of PWG Initial Edits to Tier 3	May-25	In Progress (0/8) Done (5/8)
Completion of PWG Initial Edits to Tier 4	May-25	In Progress (2/8) Done (3/8)
Completion of PWG Initial Edits to Tier 5	Jun-25	In Progress (1/8) Done (3/8)

Existing Content Cross-Reference (As needed)	Nov/Dec 24	TBD
Onboarding / KMS Orientation	Nov/Dec 24	TBD
Administrative and End-User Training	TBD	TBD
Initial Draft Completion of Procedural Documents	TBD	TBD
Go-Live with KMS	TBD	In Progress - Done (2/8)

RESOURCES

LEXIPOL PROJECT TEAM	ROLE	RESPONSIBILITY
Phil Holder	Sr Project Manager	Coordinate and facilitate Project Specialists, provide supervisory level support and oversight to each child project and make appropriate edits at direction of the department, overall management of the project.
Richard Pascarella	Director - Policy Operations / Project Sponsor	Oversee project needs and timelines, ensure proper resources are available and appropriately applied. Manage any items or issues escalated by project managers or counties. Maintain the Project Implementation Plan and Monthly Reports and regular contact with parent project. Provide executive level oversight as needed and communicate updates to Lexipol ELT.
Wendy Niebank	Sr Vice President, Professional Services	Provide executive level support and oversight to the Lexipol project management team to ensure goals are attained. Be available to the customer leadership and customer project manager if questions or concerns arise. Provide direction on any escalated risks or issues.
CUSTOMER PROJECT TEAM	ROLE	
Greg Reese	Project Manager	

PREPARED BY	TITLE	DATE
Richard Pascarella	Director - Policy Operations, Professional Services Division	08/11/2025

		Policy Implementation Stages - Progress												
Group #	Agency	MSA Signed / Review SoW	Pre-Implementation Meeting	EC Received & Reviewed	Kick-Off Meeting Completed	Recurring Mtg Schedule	Onboarding/KMS Orientation	Tier I - Review/Edits	Tier II - Review/Edits	Tier III - Review/Edits	Tier IV - Review/Edits	Tier V - Review/Edits	Quality Assurance Review	Policy Issuance / Handoff Meeting
1	NM Guadalupe County SO	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / Jan
	NM Hidalgo County SO	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / Jan
	NM Otero County SO	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / Jan
	NM Quay County SO	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / Dec
	NM Santa Fe County SO	✓	✓	✓	✓	✓	IP	✓	IP	IP	IP	IP		
	NM Sierra County SO	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / April
	NM Valencia County SO	✓	✓	✓	✓	✓	IP	✓	✓	✓	✓	IP	IP	
	NM Sandoval County SO	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / Dec
	NM Lincoln County SO	✓	✓	✓	N/A	✓	✓	✓	✓	✓	✓	✓	✓	✓ (HO) / Dec
	NM Curry County SO	✓	✓	✓	✓	✓	IP	✓	IP					
1	NM Grant County SO	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / June
2	NM McKinley County SO	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / July
	NM Luna County SO	✓	✓	✓	✓	✓	✓	IP	IP	IP	IP	IP		
	NM Chaves County SO	✓	✓	✓	N/A	✓	IP	✓	IP	NRP				
	NM Taos County SO	✓	✓	No	✓	✓	IP	✓	✓	IP	NRP			
	NM Socorro County SO	✓	✓	✓	✓	✓	IP	✓	✓	IP	IP	IP		84
	NM Catron County SO	✓	✓	N/A	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / Feb
	NM Bernalillo County SO	✓	✓	✓	✓	✓	IP	IP						
	NM Union County SO	✓	✓	✓	✓	✓	IP	✓	✓	IP	IP			
	NM Colfax County SO	✓	✓	N/A	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / April
	NM De Baca County SO	✓	✓	N/A	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / March
3	NM Harding County SO	✓	✓	✓	✓	✓	IP	IP	IP					
	NM Mora County SO	✓	✓	N/A	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / April
	NM San Miguel County SO	✓	✓	N/A	✓	✓	IP	✓	✓	✓	IP			
	NM Cibola County SO	✓	✓	N/A	✓	✓	IP	IP	NRP					
	NM Roosevelt County SO	✓	✓	N/A	✓	✓	IP	✓	✓	✓	✓	✓	IP	12
	NM Torrance County SO	✓	✓	N/A	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓ / April
	NM Eddy County SO	✓	✓	N/A	✓	✓	IP	✓	✓	✓	IP	IP		
	NM Dona Ana County SO	No											335	

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 10.D.	<u>Item Title:</u> Workers' Compensation Update
<u>Presenter (s):</u> Kamie Denton, Workers' Compensation Claims Manager	

NMC Workers' Compensation Department Update

Kamie Denton, CWCP

NMC Workers' Compensation Claims Manager

August 2025



NEW MEXICO
COUNTIES

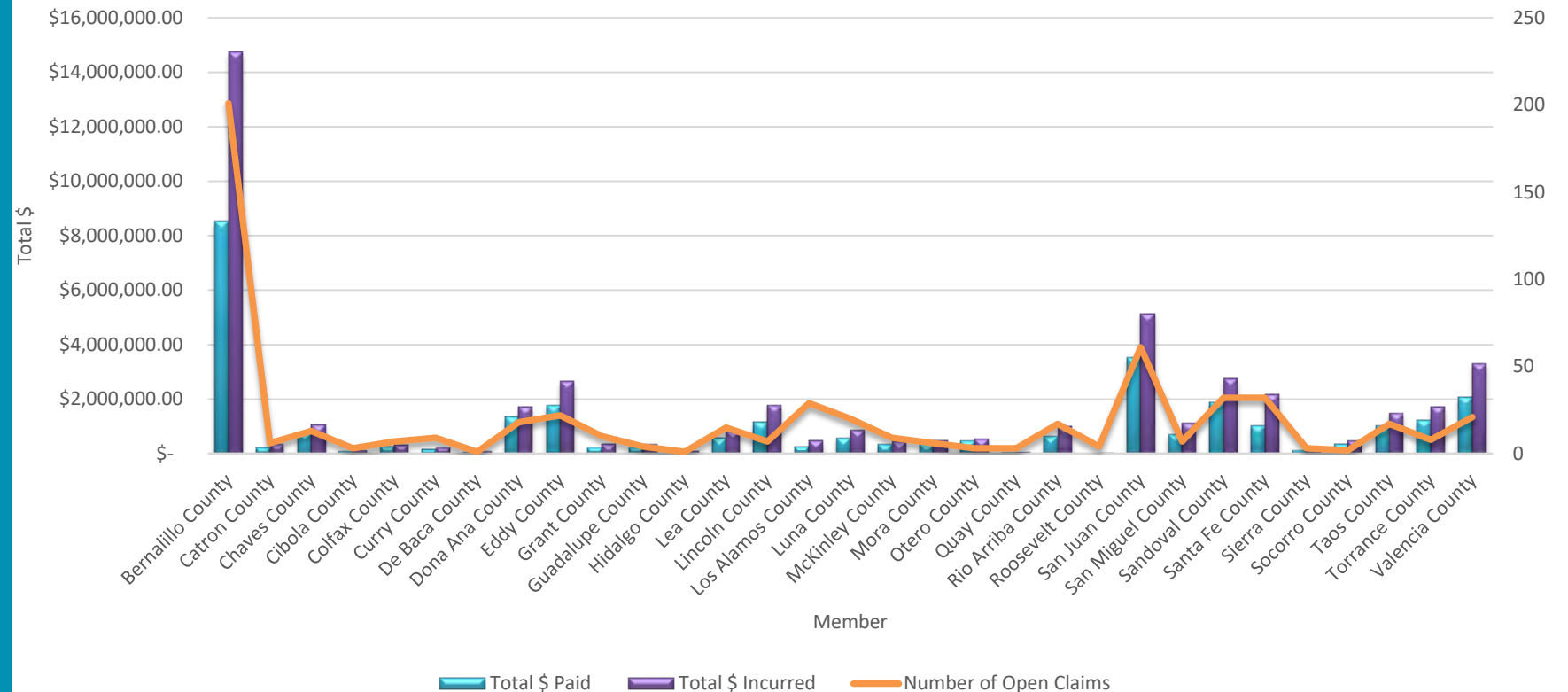
33 STRONG

591 Open Claims

Open Workers' Compensation Claims – By Member

as of 7/31/25*

Open Workers' Compensation Claims By Member as of 7/31/25



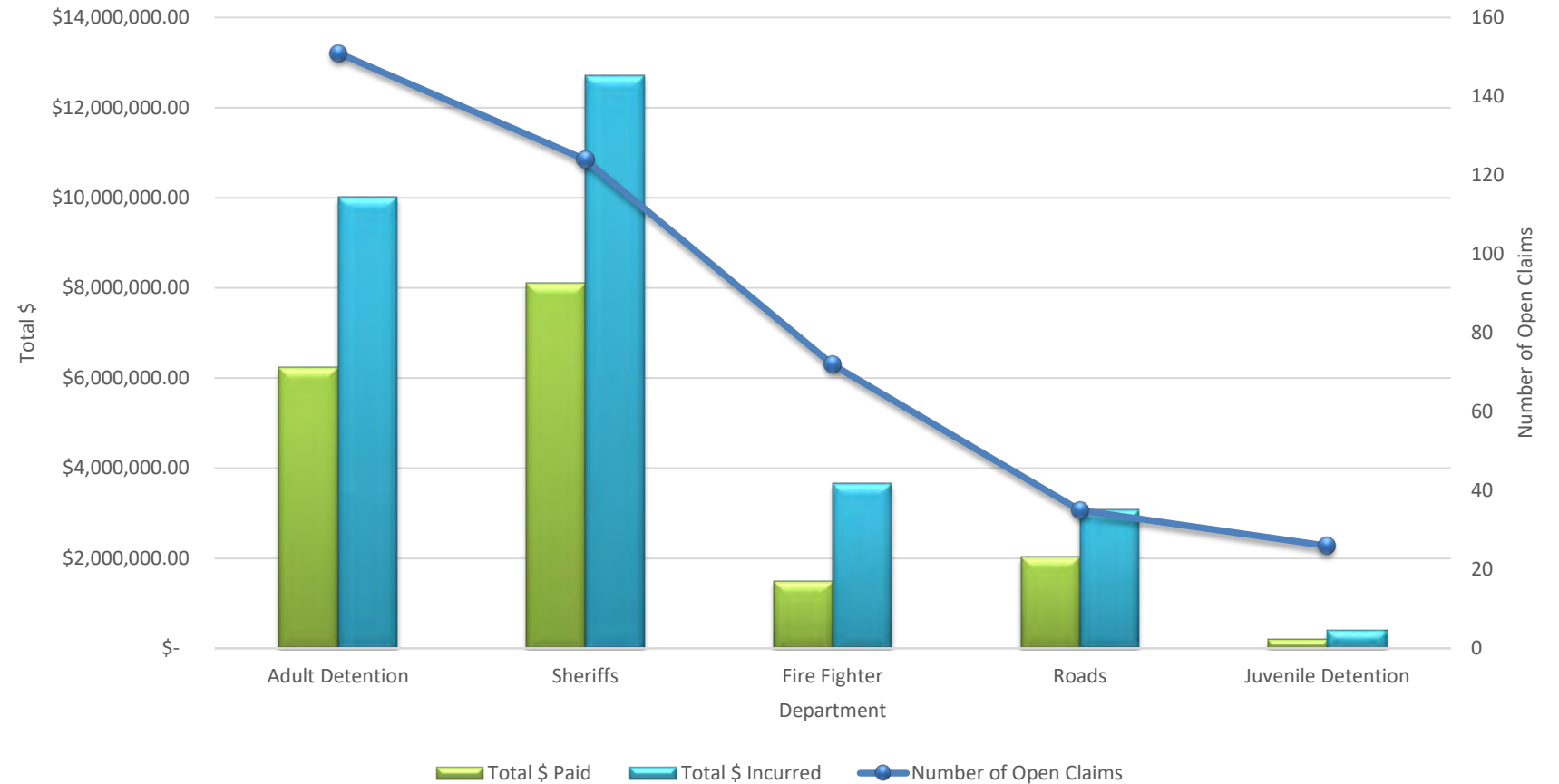
Total Paid:
\$30 Million
338

Total Incurred:
\$46.9 Million

Open Workers' Compensation Claims – Top 5 Departments

as of 7/31/25*

Top 5 Department (Frequency & Severity)
Open Workers' Compensation Claims
as of 7/31/25



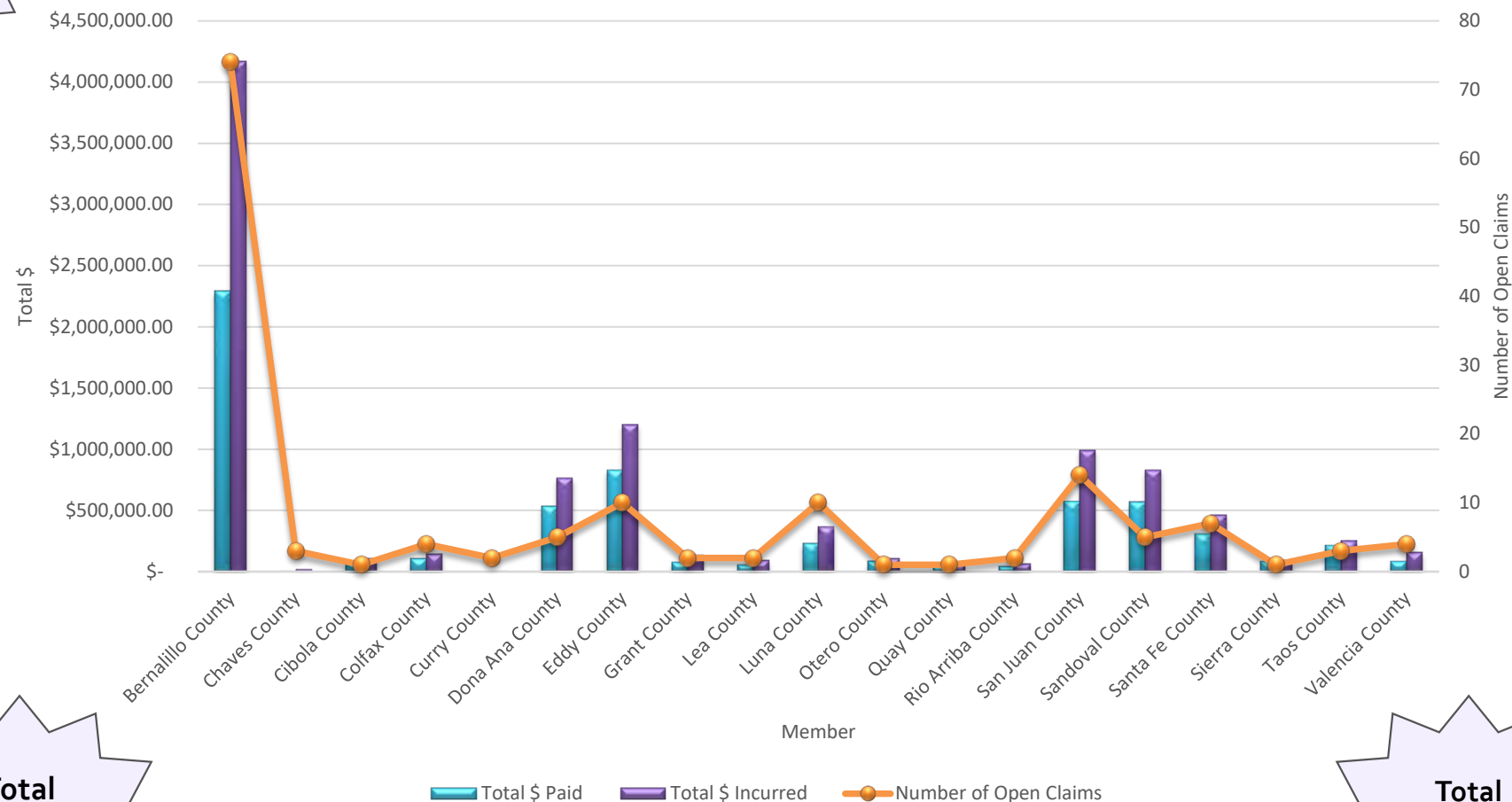
Open Workers' Compensation Claims: Adult Detention

as of 7/31/25/25*

151
Open
Claims

Total
Paid:
\$6.2M

Adult Detention Open Workers' Compensation Claims as of 7/31/25



Total
Incurred:
\$10M

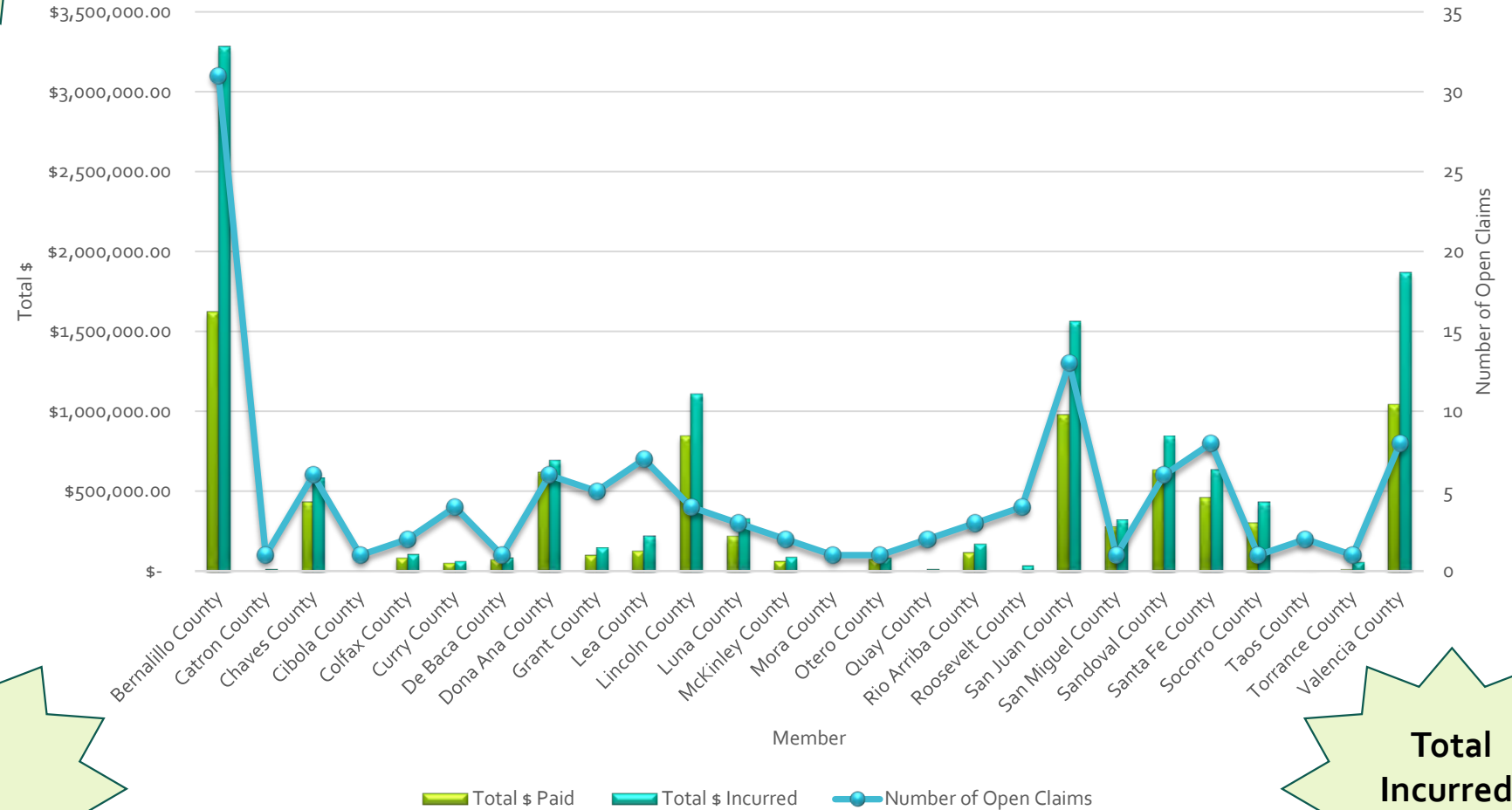
Open Workers' Compensation Claims: Sheriff

as of 7/31/25*

124
Open
Claims

Total
Paid:
\$8.1M

Sheriffs Open Workers' Compensation Claims as of 7/31/25



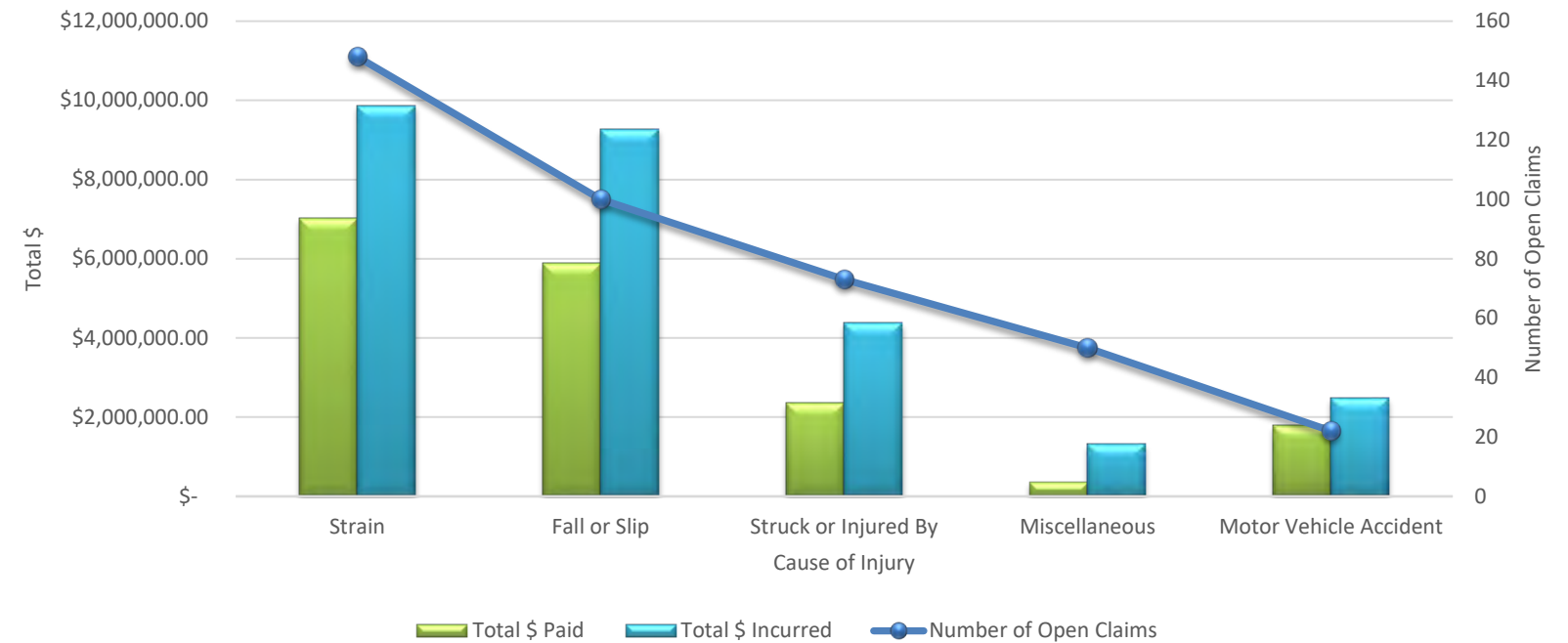
Total
Incurred:
\$12.7M

Open Workers' Compensation Claims:

Top 5 Causes

as of 7/31/25*

Top 5 Causes of Injuries
Open Workers' Compensation Claims
as of 7/31/25

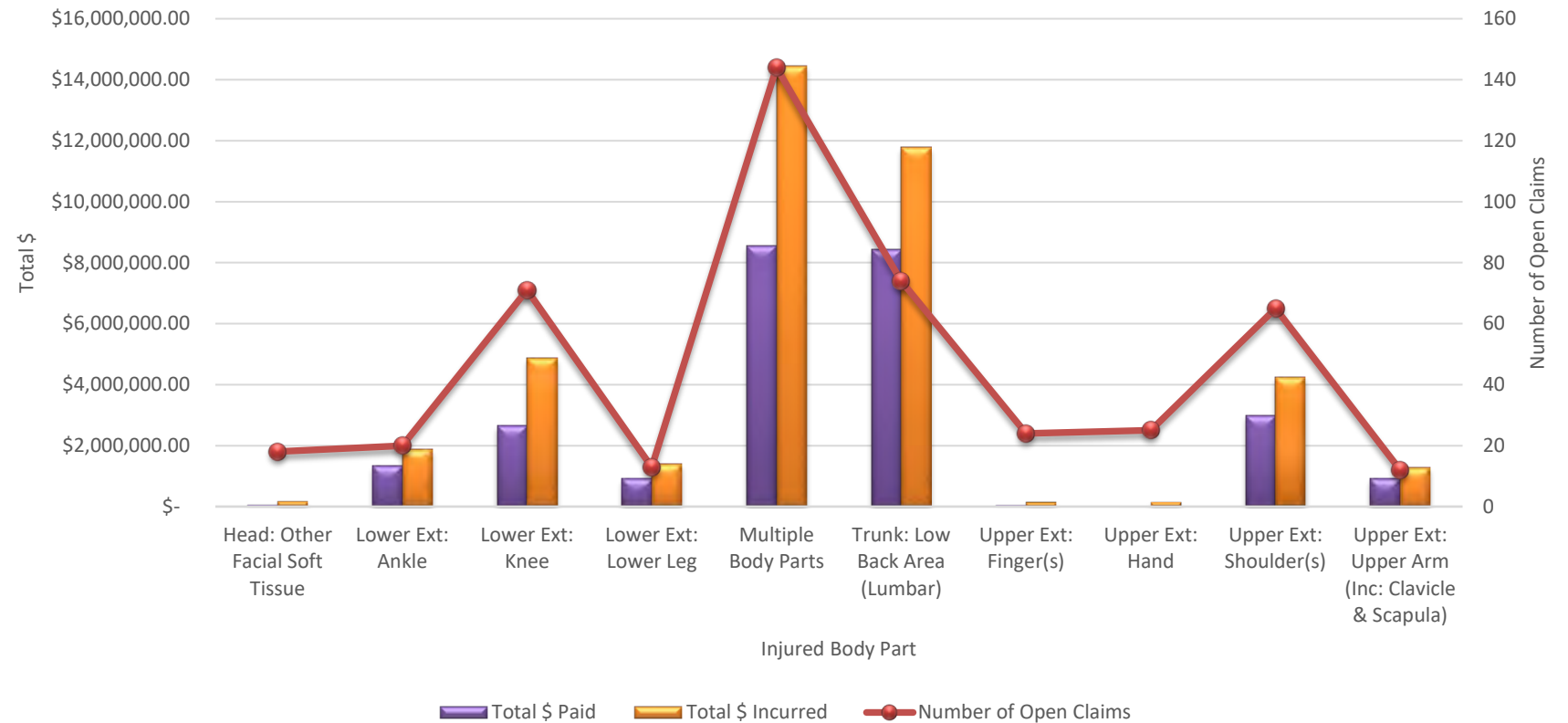


Open Workers' Compensation Claims:

Top 10 Body Parts


as of 7/31/25*

Top 10 Injured Body Parts
Open Workers' Compensation Claims
as of 7/31/25



Nurse Case Management Utilization

January 2021-
July 2025

 The average cost per claim is about \$1,500.00

Year	Number NCM Cases	Total Paid	Average Cost/Claim	Total Claims
2021	157	\$284,777.65	\$1,813.87	619
2022	159	\$270,321.14	\$1,700.13	675
2023	166	\$282,589.45	\$1,702.35	773
2024	251	\$348,213.10	\$1,387.30	866
2025	178	\$206,823.88	\$1,161.93	430
Total	911	\$1,392,725.22	\$1,528.79	3363

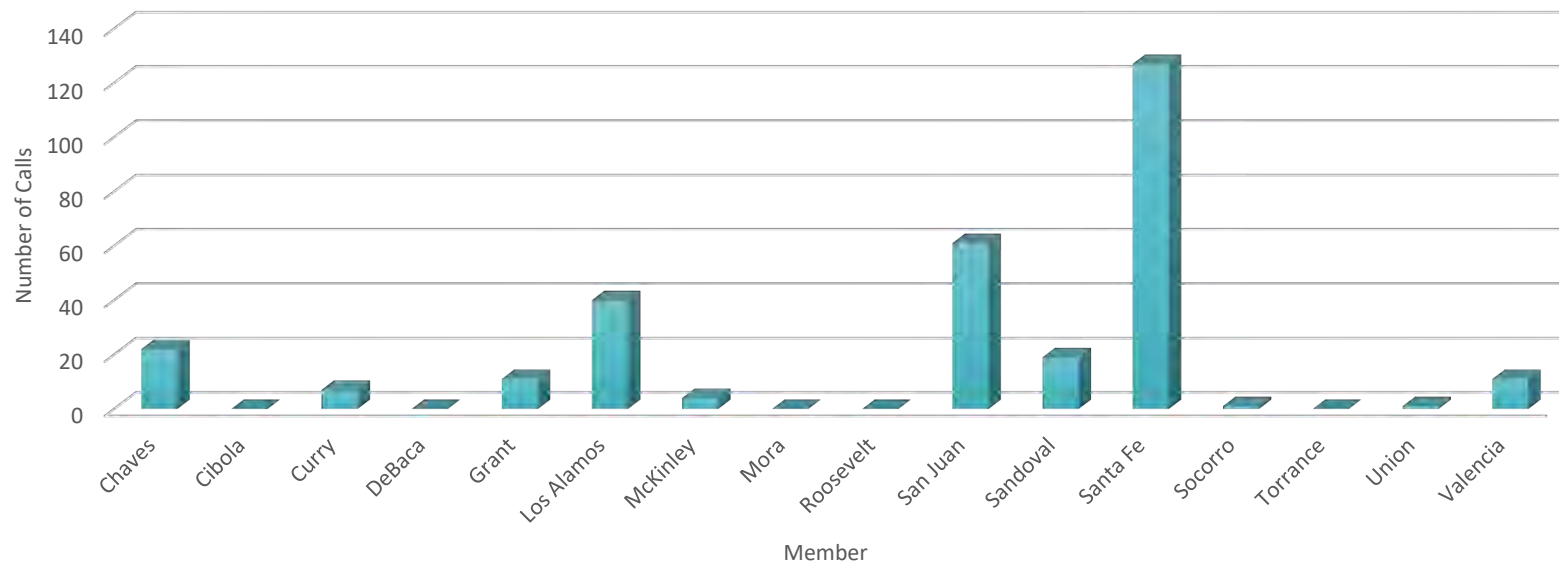




Company Nurse Triage Program Utilization

January-July 2025

Company Nurse Triage Program Usage
January-July 2025



Total
Incidents
Reported
304

Triaged
to ER:
24

Triaged to
Self- Care:
144

Triaged to
Non-ER
Care:
60

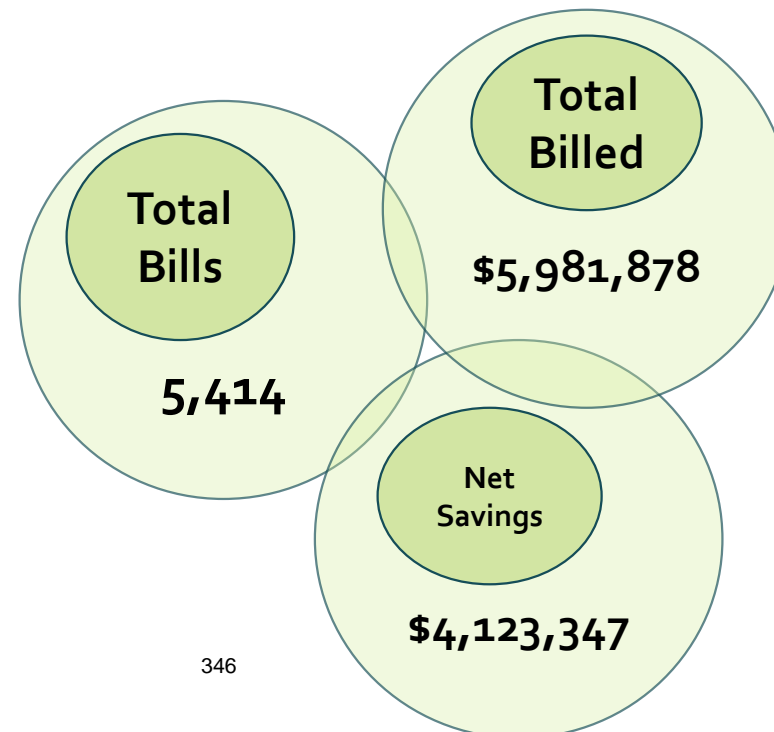


Medical Bill Review Update

January-July 2025

Comp IQ Medical Bill Review Services 2025

Month	Number of Bills	Billed Amount	Allowance	Fees	Net Savings
January	693	\$ 393,708.83	\$ 169,192.92	\$ 10,815.08	\$ 213,700.83
February	838	\$ 811,352.86	\$ 276,476.51	\$ 15,185.12	\$ 519,691.23
March	739	\$ 995,506.82	\$ 284,351.41	\$ 17,073.89	\$ 694,081.52
April	801	\$ 949,752.68	\$ 224,183.59	\$ 10,399.74	\$ 715,169.35
May	862	\$ 930,328.32	\$ 273,685.54	\$ 13,402.41	\$ 643,240.37
June	641	\$ 832,230.02	\$ 194,379.36	\$ 10,612.71	\$ 627,237.95
July	840	\$ 1,068,999.05	\$ 329,086.05	\$ 29,686.69	\$ 710,226.31
Total	5414	\$ 5,981,878.58	\$ 1,751,355.38	\$ 107,175.64	\$ 4,123,347.56





Pharmacy Benefit Management Utilization

January-July 2025

Alius Health Pharmacy Benefit Management Usage 2025

Month	Retail Charge	Total Billed	Fees	Net Savings	Filled	Generic	Brand
January	\$ 27,641.56	\$ 10,458.85	\$ 4,166.64	\$ 13,016.07	127	117	10
February	\$ 17,936.32	\$ 7,007.46	\$ 4,096.92	\$ 6,831.94	97	92	5
March	\$ 20,608.58	\$ 11,959.92	\$ 3,983.23	\$ 4,665.43	106	95	11
April	\$ 24,261.84	\$ 9,483.15	\$ 4,042.11	\$ 10,736.58	117	106	11
May	\$ 22,216.39	\$ 10,194.64	\$ 4,021.57	\$ 8,000.18	97	89	8
June	\$ 19,450.07	\$ 8,079.98	\$ 3,843.17	\$ 7,526.92	111	102	9
July	\$ 20,581.10	\$ 8,382.34	\$ 3,949.50	\$ 8,249.26	96	87	9
Total	\$ 152,695.86	\$ 49,104.02	\$ 20,310.47	\$ 43,250.20	751	688	63

Total
Prescriptions
Filled:
751

Net Savings:
\$43,250.20



New Mexico Counties Stewardship Meeting July 23, 2025

WWW.ALIUSHEALTH.COM





Prescription Program Highlights, 7.1.24–6.30.25



Metrics	Alius Health Rx Program
RX Utilizing Claims	140
Total Prescription Count	1,336
Avg Cost per Script	\$121.93
Generic Dispensing Ratio	92.44%
Total Drug Spend	\$113,278.72
Total Management Fee	\$49,607.71
😊	
Fee Schedule Allowable Amount	\$266,016.79
Fee Schedule Savings	\$103,130.36 (38.77%)
Prior Auth Savings	\$25,354.92
Total Savings	\$128,485.28

Top 10 Drug Classes

By Fill Volume

Rank	Drug Class	# IWs	# Fills	Total Drug Cost
1	Analgesics-Narcotic	63	380	\$28,268.85
2	Analgesics-Anti-Infl	64	195	\$25,669.98
3	Musculoskeletal Ther	46	165	\$12,092.96
4	Anticonvulsant	24	112	\$15,217.48
5	Dermatological	28	90	\$9,191.34
6	Antidepressants	10	82	\$4,599.51
7	Ulcer Drugs	5	40	\$3,327.81
8	Hypnotics	5	35	\$2,351.07
9	Misc. Psychotherapeu	2	24	\$19,603.70
10	Corticosteroids	15	22	\$942.50
Grand Total		125	1145	\$121,265.20

By Total Drug Cost

Rank	Drug Class	# IWs	# Fills	Total Drug Cost
1	Analgesics-Narcotic	63	380	\$28,268.85
2	Analgesics-Anti-Infl	64	195	\$25,669.98
3	Misc. Psychotherapeu	2	24	\$19,603.70
4	Antiviral	8	19	\$16,380.04
5	Anticonvulsant	24	112	\$15,217.48
6	Musculoskeletal Ther	46	165	\$12,092.96
7	Dermatological	28	90	\$9,191.34
8	Misc. GI	2	9	\$5,337.91
9	Antidepressants	10	82	\$4,599.51
10	Ulcer Drugs	5	40	\$3,327.81
Grand Total		129	1,116	\$139,689.58

Top 10 Drugs by Cost

Rank	Drug Name	Drug Class	#lws	# Scripts	% Total Scripts	Avg. Cost Per Fill	Total Cost	% Total Cost
1	Gralise/Gabapentin (Once-Daily) Tab*	Misc. Psychotherapeu	2	24	1.87%	\$816.82	\$19,603.70	12.76%
2	Celebrex/Celecoxib Cap*	Analgesics-Anti-Infl	10	76	5.92%	\$251.06	\$19,080.52	12.42%
3	HYDROcodone-Acetaminophen Tab	Analgesics-Narcotic	30	180	14.03%	\$58.17	\$10,471.37	6.82%
4	Lyrica/Pregabalin Cap*	Anticonvulsant	4	18	1.40%	\$470.37	\$8,466.64	5.51%
5	Biktarvy Tab	Antiviral	2	2	0.16%	\$4,172.93	\$8,345.85	5.43%
6	Isentress Tab	Antiviral	6	9	0.70%	\$773.70	\$6,963.28	4.53%
7	Oxycontin Tab	Analgesics-Narcotic	1	12	0.94%	\$527.78	\$6,333.32	4.12%
8	Metaxalone Tab	Musculoskeletal Ther	6	37	2.88%	\$160.85	\$5,951.39	3.87%
9	Linzess Cap	Misc. GI	1	8	0.62%	\$605.13	\$4,841.04	3.15%
10	Oxycodone Tab	Analgesics-Narcotic	14	65	5.07%	\$56.52	\$3,673.91	2.39%
GRAND TOTAL:			68	431	33.59%	\$217.47	\$93,731.02	61.02%

Need Help?



NMC can provide detailed training on any workers' compensation-related issue to your directors, managers, and supervisors.

Some training topics to consider:

- Prompt reporting of claims
- Workers' compensation benefits and how they work
- Medical care and selection of health care provider
- Litigation processes
- Case law updates
- Claims handling and bad faith
- Return to work programs
- And many other topics...

NMC Workers' Compensation Department Contacts



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Workers' Comp. Claims
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Jessica Atkins-Specialist LT Adjuster
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Ellen Chavez-Nurse Case Manager
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Nicole Frye-LT Adjuster
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Kristen Brown-Administrative Assistant
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505-820-8136

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 10.E.	<u>Item Title:</u> Multi-Line Update
<u>Presenter (s):</u> Robin Martinez, Multi-Line Claims Manager	

MEMORANDUM

TO: NMCIA Board of Directors

FROM: Robin Martinez, Multi-Line Claims Manager

DATE: August 15, 2025

RE: ML Department Highlights and Claim Data

This report includes highlights of activities which the Multi-Line Department participated in, as well as Multi-Line and Law Enforcement claim data through June 30, 2025.

- **Hired staff:** Claims Examiner Valerie Dixon
- **Claims Committee meetings:** Conducted ten meetings in which 17 claims were presented by the claims staff and/or defense counsel. Counties are always invited and encouraged to attend.
- **Training:** The ML staff attended the following:
 - Legislative Conference affiliate meetings
 - NMC Webinars by Mark Allen and/or Greg Rees:
 - Employee Termination Best Practices
 - Safety-Sensitive Positions: What are they and Should I care?
 - CRL Claims Training
 - Effective Defense Strategies for LE Claims presented by LLRMI
 - LE liability training which Rosa Quintana & John Grant attended in San Antonio and was presented by LLRMI
 - LE Symposium which Robin and Greg Rees attended in St. Louis, MO, hosted by CRL
 - Claims Committee training:
 - Rosa & John shared the information from the LLRMI LE training in San Antonio
 - Greg shared information from his training with 1st Source / Video Enhancement / Cadence Timing of shootings
 - Mike Dickman presented information regarding whether dispatchers are LE officers
 - Mike Dickman presented information regarding confidentiality and disclosure of investigator's reports to NMC

- **Presentations:**
 - Robin and Brandon presented LE information to the Sheriff's Affiliate at the January 2025 conference.
 - Greg, Brandon, Robin, and Grace presented LE information to the Sheriff's Affiliate at their August 2025 Retreat.
 - Robin, Velma & Grace attended Executive Session with the Otero County Commission
 - Robin & Grace meeting with Bernalillo County & CHUBB
 - Orientation to new NMCIA BOD members
- **IPRA:** Provided information for 16 IPRA requests which NMC received directly or which NMC received from counties to assist counties. These requests typically ask for tort claim notices, lawsuits, and settlement agreements for various categories and/or for specific county departments.

Mediations / Settlement conferences: ML staff attended 31 mediations and settlement conferences on behalf of counties. All but eight claims settled. The monetary demands total \$41,808,500; NMC paid \$4,028,430 towards the 23 settlements and counties reimbursed NMC \$252,625 for excluded claims, such as employment and IPRA. This does not include claims which were settled without attending a mediation or settlement conference.

Claim Data:

Claims Examiner Claim Count:

Claims Examiner	Number of Claims
Jennifer Ortiz	150
John Grant	140
Randy Chavez	138
Tara Veretto	136
Velma Herrera	134
Kayla Montoya	121
Rosa Quintana	118
Valerie Dixon	79
Robin Martinez	<u>11</u>
TOTAL	1,027

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Law Enforcement: Frequency and Severity by Department over 10 years

Policy Year	Adult Detention		Juvenile Detention		Sheriff	
	Event Count	Total Incurred	Event Count	Total Incurred	Event Count	Total Incurred
2015	202	13,242,612	2	146,016	147	4,587,224
2016	185	13,844,612	2	2,347,223	134	3,184,382
2017	110	3,108,771	2	0	129	8,633,312
2018	116	2,143,800	2	24,768	123	7,875,661
2019	124	13,298,392	1	447,396	95	5,448,339
2020	83	6,975,776	1	97,378	101	3,355,447
2021	93	15,923,463			119	4,981,670
2022	110	15,730,613			112	10,211,554
2023	101	9,423,046	1	1,571	118	13,568,182
2024	96	6,043,070	1	3,570	121	11,077,448
2025	74	1,104,000			59	1,180,168
Total	1,294	100,838,154	12	3,067,922	1,258	74,103,386

GRAND TOTAL: 2,564 events and \$178,009,462 Total Incurred

IPRA Claims which have a related LE claim

ADULT DETENTION		
	12	659,092
2015	1	17,477
2016	3	90,555
2018	2	32,861
2019	3	437,223
2020	1	75,028
2024	1	948
2025	1	5,000
SHERIFFS	6	369,304
2017	1	190,928
2020	1	95,742
2024	2	57,634
2025	2	25,000

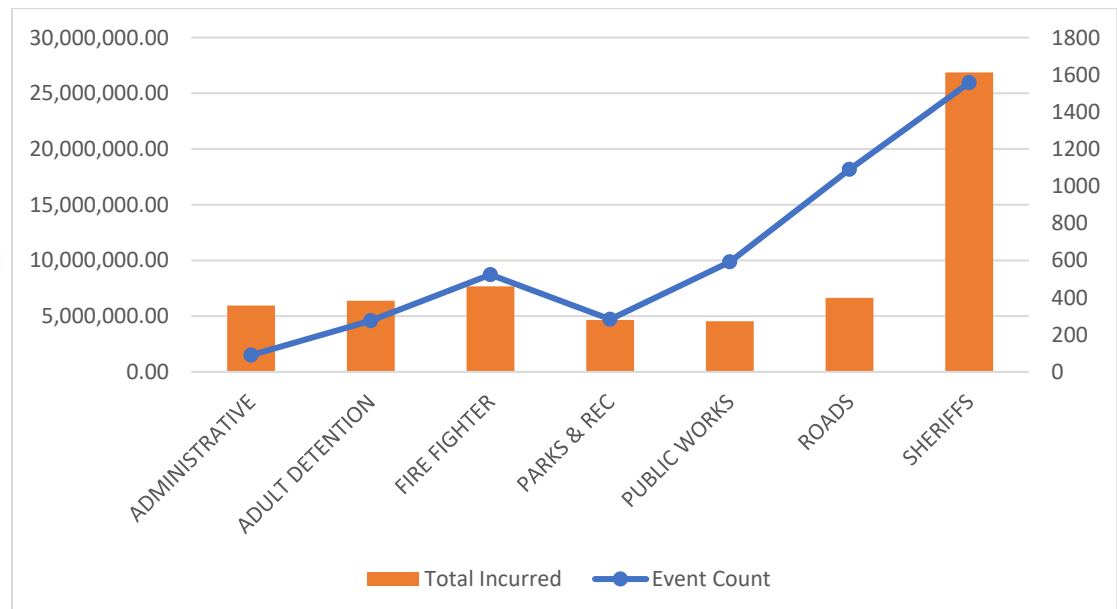
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MULTI-LINE DATA BY EVENT as of 6/30/2025
Frequency and Severity over 10 years

Policy Year	Event Count	Total Incurred
2015	593	6,611,085
2016	499	11,155,999
2017	429	8,221,343
2018	483	7,974,690
2019	468	6,856,187
2020	395	6,856,423
2021	475	10,469,224
2022	765	9,571,122
2023	832	12,523,101
2024	897	13,429,980
2025	493	3,509,243
Total	6,329	97,178,398

Multi-Line: Frequency and Severity by Top 5 Department over 10 years



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**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 10.F.	<u>Item Title:</u> CRL Update
<u>Presenter (s):</u> Grace Philips, Risk Management Director	

Memorandum

Date: August 20, 2025
To: NMCIA Board
From: Grace Philips, NMCIA Risk Management Director
Re: CRL Update

While NMCIA provides property coverage on a calendar year, CRL offers a fiscal year policy. This means NMCIA uses CRL's July 1, 2025 policy as its 2026 policy for our members.

CRL's Data Analyst David Saunders provided me with updates to the property program effective July 1, 2025, noting that the master policy form remains unchanged from the previously issued version dated October 30, 2023.

The minimum SIR for participating member pools increased from \$400,000 to \$450,000 effective July 1, 2025. This SIR change is effective on that date for NMCIA. The minimum SIR will automatically increase to \$500,000 July 1, 2026. The property program has 12 participating member pools, as opposed to 16 last year, with AZ, OK, SC and TX leaving the program.

There are no capital contributions or premium surcharges for any line of coverage this year.

There are no changes to the overall Workers' Compensation program from last year, not including changes in reinsurance structure made by NMCIA.

Last, CRL is considering hosting their September 26, 2025 board meeting in Santa Fe. I will keep board members informed about that decision and give you detail about the meeting.

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County Reinsurance, Limited

Property Reinsurance Renewal Summary

Coverage Summary

Ceding Entity:	New Mexico County Insurance Authority Multi-Line Pool
Coverage Period:	Inception Date: 7/1/2025 Expiration Date: 7/1/2026
Ceding Entity's Retention:	\$450,000 All Other Perils, regardless of the number of Original Insureds involved \$100,000 Equipment Breakdown, regardless of the number of Original Insureds involved
CRL Reinsurance Limit:	Difference between the Ceding Entity's Retention and \$5,000,000. CRL Property Plus will retain \$25,000,000 excess of \$5,000,000.
Panel Reinsurance Limit:	Difference between the CRL Reinsurance Limit and \$1,000,000,000
Method:	Loss expenses are calculated pro rata Deductibles are inside the retention; except for SFHA, New Madrid EQ, Severe Convective Storm, and Tier 1 Named Storm deductibles, which are outside
Policy Reinsured:	CRL Master Policy (see endorsement for details)

Premium Detail

	Renewal
CRL General Account Premium:	\$2,638,164
CRL Property Plus Premium:	\$697,036
CRL Property Plus Stop Loss Premium:	\$370,275
Panel Premium:	\$746,205
Total Property Premium:	\$4,451,679
CRL Property Plus Stop Loss Ceding Commission:*	-\$37,239
Panel Ceding Commission:*	-\$53,566
Net Property Premium Due:	\$4,360,874

Rating Detail**

	Non-Tier	New Madrid	Tier 1	Tier 2	Tier 3
Total TIV:	4,702,576,311	0	0	0	0
CRL Rate (in cents):	5.3227	0.0000	0.0000	0.0000	0.0000
CRL Property Plus Base Rate:***	1.3373				
Panel Rate (in cents):	1.5868	0.0000	0.0000	0.0000	0.0000
Total Rate (in cents):	8.2467	0.0000	0.0000	0.0000	0.0000
Total Premium:					

* CRL ceding commission rebated back to member as a credit against total premium. Does not affect total rate in Rating Detail table.

** The Rating Detail Table does not include the flat fee admin charges for CRL General Account and CRL Property Plus. The CRL General Account Admin Fee is \$135,135 and Property Plus Admin Fee is \$68,182.

*** CRL Property Plus Base Rate does not include the Property Plus Stop Loss Rate of .78739.

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> 11.	<u>Item Title:</u> Other Business
<u>Presenter (s):</u> Lance Pyle, Chair	

**NEW MEXICO COUNTY INSURANCE AUTHORITY
BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY**

<u>Item Number:</u> <p style="text-align: center;">12.</p>	<u>Item Title:</u> Adjournment
<u>Presenter (s):</u> Lance Pyle, Chair	
<div style="display: flex; justify-content: space-between;"><div>Motion to adjourn by:</div><div>Seconded by:</div></div> <div style="display: flex; justify-content: space-between; margin-top: 10px;"><div>Adjournment time:</div><div></div></div>	