

CALIFORNIA FAIR PLAN ASSOCIATION  
DIVISION I - PROPERTY INSURANCE PLAN  
STATEMENT OF ASSETS, LIABILITIES & MEMBERS' EQUITY  
June 30, 2018

EXHIBIT 1

		NON-ADMITTED	NET ADMITTED
	ASSETS	ASSETS	ASSETS
<hr/>			
ASSETS			
INVESTMENTS	\$85,714,092		\$85,714,092
CASH & CASH EQUIVALENTS	20,239,980		20,239,980
FURNITURE & EQUIPMENT	779,077	779,077	
COMPUTER SOFTWARE	2,098,862	2,098,862	
PREPAID REINSURANCE PREMIUMS	596,020	596,020	
RENT DEPOSIT	7,831	7,831	
PREMIUM RECEIVABLE - NET	4,463,274		4,463,274
ACCRUED INVESTMENT INCOME	338,348		338,348
TOTAL ASSETS	<u>114,237,484</u>	<u>3,481,790</u>	<u>110,755,694</u>
LIABILITIES AND MEMBER'S EQUITY			
RESERVES FOR:			
UNPAID LOSSES			15,628,397
UNPAID LOSS ADJUSTMENT			2,370,785
UNEARNED PREMIUMS			<u>44,701,172</u>
			62,700,354
PAYABLES FOR:			
COMMISSIONS PAYABLE			747,357
UNAPPLIED & ADVANCE PREMIUMS			2,252,902
UNPAID GENERAL EXPENSES			387,689
PENSION & POST RETIREMENT BENEFIT ACCRUAL			5,163,590
OTHER			<u>(1,954,419)</u>
			6,597,119
TOTAL LIABILITIES			<u>69,297,473</u>
MEMBERS' EQUITY (DEFICIT):			
2011 COMBINED PROPERTY POOL			6,249,581
2014 COMBINED PROPERTY POOL			11,845,448
2015 COMBINED PROPERTY POOL			16,340,505
2016 COMBINED PROPERTY POOL			22,919,104
2017 COMBINED PROPERTY POOL			(8,562,179)
2018 COMBINED PROPERTY POOL			<u>(7,334,238)</u>
TOTAL MEMBERS' EQUITY (DEFICIT)			<u>41,458,221</u>
TOTAL LIABILITIES AND MEMBERS' EQUITY			<u><u>110,755,694</u></u>

CALIFORNIA FAIR PLAN ASSOCIATION  
DIV I - PROPERTY INSURANCE PLAN  
STATEMENT OF INCOME AND EQUITY ACCOUNT  
FISCAL YEAR 2018  
For the Nine Months Ending June 30, 2018

EXHIBIT 2

	QUARTER	YEAR-TO-DATE
UNDERWRITING INCOME:		
NET PREMIUMS EARNED	19,840,899	58,695,407
DEDUCTIONS:		
LOSSES INCURRED	4,042,846	62,777,884
LOSS EXPENSES INCURRED	1,157,413	3,072,451
OPERATING EXPENSES INCURRED	4,506,872	12,768,619
TOTAL DEDUCTIONS	9,707,131	78,618,954
NET UNDERWRITING INCOME (LOSS)	10,133,768	(19,923,547)
OTHER INCOME:		
NET INVESTMENT INCOME	439,562	1,128,392
TOTAL OTHER INCOME	439,562	1,128,392
NET INCOME (LOSS)	10,573,330	(18,795,155)
EQUITY ACCOUNT:		
MEMBERS' EQUITY - BEGINNING	30,905,164	60,609,003
NET INCOME (LOSS)	10,573,330	(18,795,155)
CHANGE IN NON-ADMITTED ASSETS	(14,397)	(349,751)
ASSESSMENT WRITE OFF	(5,876)	(5,876)
MEMBERS' EQUITY - ENDING	41,458,221	41,458,221

CALIFORNIA FAIR PLAN ASSOCIATION  
DIV I - PROPERTY INSURANCE PLAN  
MEMBERS' ACCOUNT  
FISCAL YEAR 2018  
For the Nine Months Ending June 30, 2018

EXHIBIT 3A

	QUARTER						YEAR-TO-DATE							
	POOL YEAR						POOL YEAR							
	2011	2014	2015	2016	2017	2018	TOTAL	2011	2014	2015	2016	2017	2018	TOTAL
INCOME RECEIVED:														
DIRECT WRITTEN PREMIUMS					(\$197,961)	\$22,840,656	\$22,642,694					(\$1,791,208)	\$65,822,152	\$64,030,944
REINSURANCE CEDED					(451,639)	(1,036,174)	(1,487,813)					(2,548,451)	(1,850,862)	(4,399,313)
NET WRITTEN PREMIUMS					(649,600)	21,804,482	21,154,881					(4,339,659)	63,971,290	59,631,631
INTEREST RECEIVED	25,808	50,683	70,869	100,440	32,902	153,990	434,692	60,261	117,455	167,924	239,667	277,375	268,954	1,131,636
TOTAL INCOME	25,808	50,683	70,869	100,440	(616,698)	21,958,472	21,589,573	60,261	117,455	167,924	239,667	(4,062,284)	64,240,244	60,763,267
EXPENSES PAID:														
LOSSES			327,711	243,584	10,531,997	2,946,470	14,049,762			1,177,568	2,954,780	45,111,036	9,703,063	58,946,447
LOSS ADJUSTMENT														
EXPENSES	39,445	68,463	47,267	126,673	664,360	211,205	1,157,413	95,186	124,804	106,932	437,631	1,839,187	468,711	3,072,451
COMMISSIONS					(16,996)	1,834,275	1,817,279					(150,374)	5,300,371	5,149,997
OPERATING EXPENSES						2,409,683	2,409,683						7,520,501	7,520,501
TOTAL EXPENSES PAID	39,445	68,463	374,978	370,257	11,179,361	7,401,633	19,434,137	95,186	124,804	1,284,500	3,392,411	46,799,849	22,992,646	74,689,396
NET CASH CHANGE	(13,637)	(17,780)	(304,109)	(269,817)	(11,796,059)	14,556,839	2,155,436	(34,925)	(7,349)	(1,116,576)	(3,152,744)	(50,862,133)	41,247,598	(13,926,129)
CHANGE IN RESERVES:														
UNPAID LOSSES		(224,999)	23,223	504,131	8,495,542	1,209,019	10,006,916	90,354	(131,456)	1,075,727	3,125,869	(4,831,276)	(3,160,655)	(3,831,437)
OPERATING EXPENSES						(279,910)	(279,910)						(98,121)	(98,121)
UNEARNED PREMIUMS					8,233,961	(9,547,942)	(1,313,982)					41,023,350	(41,959,574)	(936,224)
NET RESERVE CHANGE		(224,999)	23,223	504,131	16,729,503	(8,618,833)	8,413,024	90,354	(131,456)	1,075,727	3,125,869	36,192,074	(45,218,350)	(4,865,782)
OTHER CHANGES:														
CHANGE IN ACCRUED														
INTEREST	141	1,726	661	215	(41,344)	43,471	4,870	3,065	7,465	8,461	12,097	(152,639)	118,307	(3,244)
CHANGE IN NON ADMITTED														
ASSETS						(14,397)	(14,397)					3,132,040	(3,481,791)	(349,751)
ASSESSMENT WRITE OFF					(5,876)		(5,876)					(5,876)		(5,876)
NET OTHER CHANGES	141	1,726	661	215	(47,220)	29,074	(15,403)	3,065	7,465	8,461	12,097	2,973,525	(3,363,484)	(358,871)
CHANGE IN MEMBERS' EQUITY	(13,496)	(241,053)	(280,225)	234,529	4,886,224	5,967,080	10,553,057	58,494	(131,340)	(32,388)	(14,778)	(11,696,534)	(7,334,236)	(19,150,782)
MEMBERS' EQUITY (DEFICIT) -														
BEG	6,263,077	12,086,501	16,620,729	22,684,574	(13,448,403)	(13,301,314)	30,905,164	6,191,086	11,976,788	16,372,893	22,933,882	3,134,356	(2)	60,609,003
MEMBERS' EQUITY (DEFICIT) -														
END	6,249,581	11,845,448	16,340,504	22,919,103	(8,562,179)	(7,334,234)	41,458,221	6,249,580	11,845,448	16,340,505	22,919,104	(8,562,178)	(7,334,238)	41,458,221

CALIFORNIA FAIR PLAN ASSOCIATION  
 DIV I - PROPERTY INSURANCE PLAN  
 STATISTICAL REPORT OF PREMIUMS  
 FISCAL YEAR 2018  
 For the Nine Months Ending June 30, 2018

	QUARTER			YEAR-TO-DATE		
	POOL YEAR			POOL YEAR		
	2017	2018	TOTAL	2017	2018	TOTAL
PREMIUMS WRITTEN:						
FIRE	(\$166,172)	\$19,384,230	\$19,218,058	(\$1,490,564)	\$55,750,305	\$54,259,741
ALLIED LINES	(31,789)	3,456,425	3,424,636	(300,644)	10,071,847	9,771,203
TOTAL PREMIUMS WRITTEN	(197,961)	22,840,655	22,642,694	(1,791,208)	65,822,152	64,030,944
REINSURANCE CEDED:						
FIRE	(451,639)	(1,036,174)	(1,487,813)	(2,548,451)	(1,850,862)	(4,399,313)
TOTAL REINSURANCE CEDED	(451,639)	(1,036,174)	(1,487,813)	(2,548,451)	(1,850,862)	(4,399,313)
CHANGE IN UNEARNED PREMIUMS:						
FIRE	6,976,446	(8,130,984)	(1,154,538)	34,692,759	(35,551,877)	(859,118)
ALLIED LINES	1,257,515	(1,416,959)	(159,444)	6,330,591	(6,407,697)	(77,106)
TOTAL CHANGE IN UNEARNED PREMIUMS	8,233,961	(9,547,943)	(1,313,982)	41,023,350	(41,959,574)	(936,224)
NET EARNED PREMIUMS:						
FIRE	6,358,635	10,217,072	16,575,707	30,653,744	18,347,566	49,001,310
ALLIED LINES	1,225,726	2,039,466	3,265,192	6,029,947	3,664,150	9,694,097
NET EARNED PREMIUMS	7,584,361	12,256,538	19,840,899	36,683,691	22,011,716	58,695,407

CALIFORNIA FAIR PLAN ASSOCIATION  
DIV I - PROPERTY INSURANCE PLAN  
STATISTICAL REPORT OF LOSSES  
FISCAL YEAR 2018  
For the Nine Months Ending June 30, 2018

	QUARTER POOL YEAR							YEAR-TO-DATE POOL YEAR						
	2011	2014	2015	2016	2017	2018	TOTAL	2011	2014	2015	2016	2017	2018	TOTAL
LOSSES PAID:														
FIRE	\$0	\$0	\$325,085	\$237,296	\$9,832,236	\$2,667,664	\$13,062,281	\$0	\$0	\$742,239	\$2,436,677	\$43,153,383	\$9,292,275	\$55,624,574
ALLIED LINES	0	0	2,626	6,288	699,761	278,806	987,481	0	0	435,329	518,103	1,957,653	410,788	3,321,873
TOTAL LOSSES PAID	0	0	327,711	243,584	10,531,997	2,946,470	14,049,762	0	0	1,177,568	2,954,780	45,111,036	9,703,063	58,946,447
CHANGE IN LOSS RESERVES:														
FIRE	0	0	1,777	(528,905)	(8,169,715)	(1,190,500)	(9,887,343)	(90,354)	(93,543)	(941,444)	(2,614,871)	4,032,976	2,907,637	3,200,401
ALLIED LINES	0	224,999	(25,000)	24,774	(325,828)	(18,518)	(119,573)	0	224,999	(134,283)	(510,998)	798,300	253,018	631,036
TOTAL CHANGE IN LOSS RESERVES	0	224,999	(23,223)	(504,131)	(8,495,543)	(1,209,018)	(10,006,916)	(90,354)	131,456	(1,075,727)	(3,125,869)	4,831,276	3,160,655	3,831,437
LOSSES INCURRED:														
FIRE	0	0	326,862	(291,609)	1,662,521	1,477,164	3,174,938	(90,354)	(93,543)	(199,205)	(178,194)	47,186,359	12,199,912	58,824,975
ALLIED LINES	0	224,999	(22,374)	31,062	373,933	260,288	867,908	0	224,999	301,046	7,105	2,755,953	663,806	3,952,909
TOTAL LOSSES INCURRED	0	224,999	304,488	(260,547)	2,036,454	1,737,452	4,042,846	(90,354)	131,456	101,841	(171,089)	49,942,312	12,863,718	62,777,884

CALIFORNIA FAIR PLAN ASSOCIATION  
 DIV I - PROPERTY INSURANCE PLAN  
 STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
 FISCAL YEAR 2018  
 For the Nine Months Ending June 30, 2018

	QUARTER							YEAR-TO-DATE						
	POOL YEAR							POOL YEAR						
	2011	2014	2015	2016	2017	2018	TOTAL	2011	2014	2015	2016	2017	2018	TOTAL
LOSS ADJUSTMENT PAID:														
FIRE	39,445	0	40,421	83,191	528,935	160,449	852,441	95,186	1,068	91,191	293,343	1,466,744	380,304	2,327,837
ALLIED LINES	0	68,463	6,846	43,482	135,425	50,756	304,972	0	123,737	15,741	144,288	372,443	88,405	744,614
TOTAL LOSS ADJ EXP	39,445	68,463	47,267	126,673	664,360	211,205	1,157,413	95,186	124,805	106,932	437,631	1,839,187	468,710	3,072,451
CHANGE IN LOSS ADJ RES:														
FIRE	0	0	0	0	0	0	0	0	0	0	0	0	0	0
ALLIED LINES	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL CHANGE IN LOSS ADJ. RESERVES:	0	0	0	0	0	0	0	0	0	0	0	0	0	0
LOSS ADJ EXP INCURRED:														
FIRE	39,445	0	40,421	83,191	528,935	160,449	852,441	95,186	1,068	91,191	293,343	1,466,744	380,304	2,327,837
ALLIED LINES	0	68,463	6,846	43,482	135,425	50,756	304,972	0	123,737	15,741	144,288	372,443	88,405	744,614
TOTAL LOSS ADJ INCURRED:	39,445	68,463	47,267	126,673	664,360	211,205	1,157,413	95,186	124,805	106,932	437,631	1,839,187	468,710	3,072,451

CALIFORNIA FAIR PLAN ASSOCIATION  
DIV I - PROPERTY INSURANCE PLAN  
RESERVES EXHIBIT  
FISCAL YEAR 2018  
FOR THE PERIOD ENDING JUNE 30, 2018

	MARCH 31, 2018							JUNE 30, 2018						
	2011	2014	2015	2016	2017	2018	TOTAL	2011	2014	2015	2016	2017	2018	TOTAL
UNEARNED PREMIUM RESERVES:														
FIRE	\$ -	\$ -	\$ -	\$ -	\$ 9,296,031	\$ 27,420,893	\$ 36,716,924	\$ -	\$ -	\$ -	\$ -	\$ 2,319,585	\$ 35,551,877	\$ 37,871,462
ALLIED LINES	-	-	-	-	1,679,528	4,990,738	6,670,266	-	-	-	-	422,013	6,407,697	6,829,710
TOTAL UNEARNED PREM RESERVES	-	-	-	-	10,975,559	32,411,631	43,387,190	-	-	-	-	2,741,598	41,959,574	44,701,172
LOSS RESERVES: CASE														
FIRE	\$ -	\$ 18,448	\$ 331,692	\$ 1,042,411	\$ 17,673,380	\$ 4,098,138	\$ 23,164,067	\$ -	\$ 18,450	\$ 333,467	\$ 513,506	\$ 9,503,665	\$ 2,907,637	\$ 13,276,726
ALLIED LINES	-	2	24,999	88,228	1,509,766	271,537	1,894,532	-	225,000	-	113,002	1,183,938	253,018	1,774,958
TOTAL	-	18,450	356,691	1,130,639	19,183,146	4,369,674	25,058,600	-	243,450	333,467	626,508	10,687,604	3,160,656	15,051,684
LOSS RESERVES: IBNR														
FIRE	-	-	-	(188,146)	688,646	-	500,500	-	-	-	(188,146)	688,646	-	500,500
ALLIED LINES	-	-	-	(45,830)	122,043	-	76,213	-	-	-	(45,830)	122,043	-	76,213
TOTAL	-	-	-	(233,976)	810,689	-	576,713	-	-	-	(233,976)	810,689	-	576,713
TOTAL LOSS RESERVES:														
FIRE	-	18,448	331,692	854,265	18,362,026	4,098,138	23,664,567	-	18,450	333,467	325,360	10,192,311	2,907,637	13,777,226
ALLIED LINES	-	2	24,999	42,398	1,631,809	271,537	1,970,745	-	225,000	-	67,172	1,305,981	253,018	1,851,171
TOTAL LOSS RESERVES	-	18,450	356,691	896,663	19,993,835	4,369,674	25,635,313	-	243,450	333,467	392,532	11,498,293	3,160,656	15,628,397
LOSS EXPENSE RESERVES:														
FIRE	2,501	64,239	209,161	676,438	427,280	-	1,379,619	2,501	64,239	209,161	676,438	427,280	-	1,379,619
ALLIED LINES	3,087	49,281	106,214	357,190	475,394	-	991,166	3,087	49,281	106,214	357,190	475,394	-	991,166
TOTAL LOSS EXPENSE RESERVES	\$ 5,588	\$ 113,520	\$ 315,375	\$ 1,033,628	\$ 902,674	\$ -	\$ 2,370,785	\$ 5,588	\$ 113,520	\$ 315,375	\$ 1,033,628	\$ 902,674	\$ -	\$ 2,370,785

CALIFORNIA FAIR PLAN ASSOCIATION  
 DIV I - PROPERTY INSURANCE PLAN  
 CATASTROPHE LOSSES REPORT  
 DATE OF LOSS THROUGH JUNE 30, 2018

POOL YEAR	LOSS DATE	LOSSES		ALLOCATED LOSS ADJ EXPENSE	
		OUTSTANDING	PAID	OUTSTANDING	PAID
2015	VALLEY FIRES - SEPT 2015	\$ -	\$ 5,722,272	\$ 3,458	\$ 115,283
2016	SAND FIRE - JUL 2016	10,001	4,820,506	14,431	481,034
2016	BLUE CUT FIRE - AUG 2016	380,518	1,852,970	3,263	108,783
2018	TUBBS FIRE - OCT 2017	1,205,199	9,186,217	1,494	49,791
2018	THOMAS FIRE - DEC 2017	2,993,144	16,181,356	7,279	242,619
2018	CREEK FIRE - DEC 2017	2,609,865	10,728,277	8,838	294,614
2018	SKIRBALL FIRE - DEC 2017	575,195	2,591,144	1,625	54,160
		<u>\$ 7,773,922</u>	<u>\$ 51,082,742</u>	<u>\$ 40,389</u>	<u>\$ 1,346,284</u>