

CALIFORNIA FAIR PLAN ASSOCIATION
DIVISION I - PROPERTY INSURANCE PLAN
STATEMENT OF ASSETS, LIABILITIES & MEMBERS' EQUITY
December 31, 2018

EXHIBIT 1

		NON-ADMITTED	NET ADMITTED
ASSETS		ASSETS	ASSETS
ASSETS			
INVESTMENTS	\$ 47,835,449	\$ -	\$ 47,835,449
CASH & CASH EQUIVALENTS	67,652,725	-	67,652,725
FURNITURE & EQUIPMENT	749,472	749,472	-
COMPUTER SOFTWARE	2,083,469	2,083,469	-
PREPAID REINSURANCE PREMIUMS	596,020	596,020	-
RENT DEPOSIT	7,831	7,831	-
PREMIUM RECEIVABLE - NET	4,661,965	-	4,661,965
ACCRUED INVESTMENT INCOME	451,752	-	451,752
PENSION ASSET	880,287	880,287	-
MUTUAL FUNDS-457(b)	19,238	-	19,238
REINSURANCE RECOVERABLE	330,000	-	330,000
OTHER ASSETS	2,104,233	-	2,104,233
TOTAL ASSETS	<u>\$ 127,372,441</u>	<u>\$ 4,317,079</u>	<u>\$ 123,055,362</u>
LIABILITIES AND MEMBER'S EQUITY			
RESERVES FOR:			
UNPAID LOSSES		\$ 188,622,609	
UNPAID LOSS ADJUSTMENT		11,437,333	
UNEARNED PREMIUMS		45,969,981	
		<u>246,029,923</u>	
PAYABLES FOR:			
COMMISSIONS PAYABLE		775,228	
UNAPPLIED & ADVANCE PREMIUMS		1,819,672	
UNPAID GENERAL EXPENSES		162,921	
PENSION & POST RETIREMENT BENEFIT ACCRUAL		4,017,189	
DEFERRED COMPENSATION-457(b)		25,651	
FUNDS HELD - REINSURANCE		517,500	
OTHER LIABILITIES		780,900	
		<u>8,099,061</u>	
TOTAL LIABILITIES		<u>254,128,984</u>	
MEMBERS' EQUITY (DEFICIT):			
2011 COMBINED PROPERTY POOL		6,070,610	
2014 COMBINED PROPERTY POOL		12,100,672	
2015 COMBINED PROPERTY POOL		16,320,396	
2016 COMBINED PROPERTY POOL		22,979,483	
2017 COMBINED PROPERTY POOL		(10,307,939)	
2018 COMBINED PROPERTY POOL		(151,382,317)	
2019 COMBINED PROPERTY POOL		(26,854,527)	
TOTAL MEMBERS' EQUITY (DEFICIT)		<u>(131,073,622)</u>	
TOTAL LIABILITIES AND MEMBERS' EQUITY		<u>\$ 123,055,362</u>	

CALIFORNIA FAIR PLAN ASSOCIATION
DIV I - PROPERTY INSURANCE PLAN
STATEMENT OF INCOME AND EQUITY ACCOUNT
FISCAL YEAR 2019
For the Three Months Ending December 31, 2018

EXHIBIT 2

	QUARTER	YEAR-TO-DATE
UNDERWRITING INCOME:		
NET PREMIUMS EARNED	\$ 20,493,404	\$ 20,493,404
DEDUCTIONS:		
DIRECT LOSSES INCURRED	269,200,683	269,200,683
CEDED LOSSES INCURRED	(100,382,336)	(100,382,336)
NET LOSSES INCURRED	168,818,347	168,818,347
DIRECT LOSS EXPENSES INCURRED	7,755,400	7,755,400
CEDED LOSS EXPENSES INCURRED	(117,664)	(117,664)
NET LOSS EXPENSES INCURRED	7,637,736	7,637,736
TOTAL LOSSES & LOSS ADJ EXP INCURRED	176,456,083	176,456,083
OPERATING EXPENSES INCURRED	4,475,509	4,475,509
TOTAL DEDUCTIONS	180,931,592	180,931,592
NET UNDERWRITING INCOME (LOSS)	(160,438,188)	(160,438,188)
OTHER INCOME:		
NET INVESTMENT INCOME (LOSS)	631,330	631,330
TOTAL OTHER INCOME (LOSS)	631,330	631,330
NET INCOME (LOSS)	\$ (159,806,858)	\$ (159,806,858)
STATEMENT OF MEMBER'S EQUITY (DEFICIT):		
MEMBERS' EQUITY (DEFICIT) - BEGINNING	\$ 28,924,680	\$ 28,924,680
NET INCOME (LOSS)	(159,806,858)	(159,806,858)
CHANGE IN NON-ADMITTED ASSETS	(191,444)	(191,444)
MEMBERS' EQUITY (DEFICIT) - ENDING	\$ (131,073,622)	\$ (131,073,622)

CALIFORNIA FAIR PLAN ASSOCIATION
DIV I - PROPERTY INSURANCE PLAN
MEMBERS' ACCOUNT
FISCAL YEAR 2019
For the Three Months Ending December 31, 2018

EXHIBIT 3A

	QUARTER POOL YEAR								YEAR-TO-DATE POOL YEAR							
	2011	2014	2015	2016	2017	2018	2019	TOTAL	2011	2014	2015	2016	2017	2018	2019	TOTAL
INCOME RECEIVED:																
DIRECT WRITTEN PREMIUMS	\$0.	\$0.	\$0.	\$0.	\$0.	(\$1,344,088.)	\$23,257,760.	\$21,913,672.	\$0.	\$0.	\$0.	\$0.	\$0.	(\$1,344,088.)	\$23,257,760.	\$21,913,672.
REINSURANCE CEDED						(1,248,751)	(249,749)	(1,498,500)						(1,248,751)	(249,749)	(1,498,500)
NET WRITTEN PREMIUMS						(2,592,839)	23,008,011	20,415,172						(2,592,839)	23,008,011	20,415,172
INTEREST RECEIVED	25,987	52,195	72,055	102,706	(8,260)	300,607	79,601	624,891	25,987	52,195	72,055	102,706	(8,260)	300,607	79,601	624,891
TOTAL INCOME	25,987	52,195	72,055	102,706	(8,260)	(2,292,232)	23,087,612	21,040,063	25,987	52,195	72,055	102,706	(8,260)	(2,292,232)	23,087,612	21,040,063
EXPENSES PAID:																
LOSSES	60,044	54,095	217,640	146,245	3,218,445	4,864,310	324,595	8,885,374	60,044	54,095	217,640	146,245	3,218,445	4,864,310	324,595	8,885,374
LOSS ADJUSTMENT																
EXPENSES	5,157	10,945	44,988	55,305	122,417	321,955	77,694	638,461	5,157	10,945	44,988	55,305	122,417	321,955	77,694	638,461
COMMISSIONS						(110,715)	1,909,834	1,799,119						(110,715)	1,909,834	1,799,119
OPERATING EXPENSES							2,755,816	2,755,816							2,755,816	2,755,816
TOTAL EXPENSES PAID	65,201	65,040	262,628	201,550	3,340,862	5,075,550	5,067,939	14,078,770	65,201	65,040	262,628	201,550	3,340,862	5,075,550	5,067,939	14,078,770
NET CASH CHANGE	(39,214)	(12,845)	(190,573)	(98,844)	(3,349,122)	(7,367,782)	18,019,673	6,961,293	(39,214)	(12,845)	(190,573)	(98,844)	(3,349,122)	(7,367,782)	18,019,673	6,961,293
CHANGE IN RESERVES:																
UNPAID LOSSES		4,796	93,420	(1,506)	2,236,890	(139,684,431)	(22,582,143)	(159,932,974)		4,796	93,420	(1,506)	2,236,890	(139,684,431)	(22,582,143)	(159,932,974)
UNPAID LOSS ADJ EXPENSES		51,776	5,337	148,127	72,728	(5,403,210)	(1,874,033)	(6,999,275)		51,776	5,337	148,127	72,728	(5,403,210)	(1,874,033)	(6,999,275)
OPERATING EXPENSES							79,427	79,427							79,427	79,427
UNEARNED PREMIUMS						20,461,439	(20,383,207)	78,232						20,461,439	(20,383,207)	78,232
NET RESERVE CHANGE		56,572	98,757	146,621	2,309,618	(124,626,202)	(44,759,956)	(166,774,590)		56,572	98,757	146,621	2,309,618	(124,626,202)	(44,759,956)	(166,774,590)
OTHER CHANGES:																
CHANGE IN ACCRUED																
INTEREST	15,329	30,962	41,287	58,337	(17,154)	(199,525)	77,201	6,437	15,329	30,962	41,287	58,337	(17,154)	(199,525)	77,201	6,437
NET OTHER CHANGES	15,329	30,962	41,287	58,337	(17,154)	(199,525)	77,201	6,437	15,329	30,962	41,287	58,337	(17,154)	(199,525)	77,201	6,437
CHANGE IN MEMBERS' EQUITY	(23,885)	74,689	(50,529)	106,114	(1,056,658)	(132,193,509)	(26,663,082)	(159,806,860)	(23,885)	74,689	(50,529)	106,114	(1,056,658)	(132,193,509)	(26,663,082)	(159,806,860)
MEMBERS' EQUITY (DEFICIT) - BEG	6,094,495	12,025,983	16,370,924	22,873,369	(9,251,283)	(19,188,808)		28,924,680	6,094,495	12,025,983	16,370,924	22,873,369	(9,251,283)	(19,188,808)		28,924,680
CHANGE IN NON ADMITTED ASSETS							(191,444)	(191,444)							(191,444)	(191,444)
MEMBERS' EQUITY (DEFICIT) - END	\$6,070,610.	\$12,100,672.	\$16,320,395.	\$22,979,483.	(\$10,307,941.)	(\$151,382,317.)	(\$26,854,526.)	(\$131,073,624.)	\$6,070,610.	\$12,100,672.	\$16,320,395.	\$22,979,483.	(\$10,307,941.)	(\$151,382,317.)	(\$26,854,526.)	(\$131,073,624.)

CALIFORNIA FAIR PLAN ASSOCIATION
DIV I - PROPERTY INSURANCE PLAN
STATISTICAL REPORT OF PREMIUMS
FISCAL YEAR 2019
For the Three Months Ending December 31, 2018

EXHIBIT 4A

	QUARTER			YEAR-TO-DATE		
	POOL YEAR			POOL YEAR		
	2018	2019	TOTAL	2018	2019	TOTAL
PREMIUMS WRITTEN:						
FIRE	\$ (1,129,726)	\$ 20,129,790	\$ 19,000,064	\$ (1,129,726)	\$ 20,129,791	\$ 19,000,065
ALLIED LINES	(214,362)	3,127,969	2,913,607	(214,362)	3,127,969	2,913,607
TOTAL PREMIUMS WRITTEN	(1,344,088)	23,257,759	21,913,671	(1,344,088)	23,257,760	21,913,672
REINSURANCE CEDED:						
FIRE	(1,023,976)	(204,794)	(1,228,770)	(1,023,976)	(204,794)	(1,228,770)
ALLIED LINES	(224,775)	(44,955)	(269,730)	(224,775)	(44,955)	(269,730)
TOTAL REINSURANCE CEDED	(1,248,751)	(249,749)	(1,498,500)	(1,248,751)	(249,749)	(1,498,500)
CHANGE IN UNEARNED PREMIUMS:						
FIRE	17,394,088	(17,647,951)	(253,863)	17,394,088	(17,647,952)	(253,864)
ALLIED LINES	3,067,351	(2,735,255)	332,096	3,067,351	(2,735,255)	332,096
TOTAL CHANGE IN UNEARNED PREMIUMS	20,461,439	(20,383,206)	78,233	20,461,439	(20,383,207)	78,231
NET EARNED PREMIUMS:						
FIRE	15,240,386	2,277,045	17,517,431	15,240,386	2,277,045	17,517,431
ALLIED LINES	2,628,214	347,759	2,975,973	2,628,214	347,759	2,975,973
NET EARNED PREMIUMS	\$ 17,868,600	\$ 2,624,804	\$ 20,493,404	\$ 17,868,600	\$ 2,624,804	\$ 20,493,404

CALIFORNIA FAIR PLAN ASSOCIATION
DIV I - PROPERTY INSURANCE PLAN
STATISTICAL REPORT OF LOSSES
FISCAL YEAR 2019
For the Three Months Ending December 31, 2018

EXHIBIT 4B

	QUARTER POOL YEAR								YEAR-TO-DATE POOL YEAR							
	2011	2014	2015	2016	2017	2018	2019	TOTAL	2011	2014	2015	2016	2017	2018	2019	TOTAL
DIRECT LOSSES PAID:																
FIRE	\$60,044	\$54,095	\$185,005	\$145,622	\$3,174,891	\$91,272,238	\$13,567,102	\$108,458,997	\$60,044	\$54,095	\$185,005	\$145,622	\$3,174,891	\$91,272,238	\$13,567,102	\$108,458,997
ALLIED LINES	0	0	32,635	623	43,553	709,849	22,051	808,711	0	0	32,635	623	43,553	709,849	22,051	808,711
TOTAL DIRECT LOSSES PAID	60,044	54,095	217,640	146,245	3,218,444	91,982,087	13,589,153	109,267,708	60,044	54,095	217,640	146,245	3,218,444	91,982,087	13,589,153	109,267,708
CEDED LOSSES PAID:																
FIRE	0	0	0	0	0	(87,116,753)	(13,264,559)	(100,381,312)	0	0	0	0	0	(87,116,753)	(13,264,559)	(100,381,312)
ALLIED LINES	0	0	0	0	0	(1,024)	0	(1,024)	0	0	0	0	0	(1,024)	0	(1,024)
TOTAL CEDED LOSSES PAID	0	0	0	0	0	(87,117,777)	(13,264,559)	(100,382,336)	0	0	0	0	0	(87,117,777)	(13,264,559)	(100,382,336)
NET LOSSES PAID:																
FIRE	60,044	54,095	185,005	145,622	3,174,891	4,155,485	302,543	8,077,685	60,044	54,095	185,005	145,622	3,174,891	4,155,485	302,543	8,077,685
ALLIED LINES	0	0	32,635	623	43,553	708,825	22,051	807,687	0	0	32,635	623	43,553	708,825	22,051	807,687
TOTAL NET LOSSES	60,044	54,095	217,640	146,245	3,218,444	4,864,310	324,594	8,885,372	60,044	54,095	217,640	146,245	3,218,444	4,864,310	324,594	8,885,372
CHANGE IN LOSS RESERVES:																
FIRE	0	(25,054)	(70,652)	403,567	(2,046,463)	139,176,639	22,563,675	160,001,712	0	(25,054)	(70,652)	403,567	(2,046,463)	139,176,639	22,563,675	160,001,712
ALLIED LINES	0	20,258	(22,768)	(402,062)	(190,428)	507,792	18,468	(68,740)	0	20,258	(22,768)	(402,062)	(190,428)	507,792	18,468	(68,740)
TOTAL CHANGE IN LOSS RESERVES	0	(4,796)	(93,420)	1,505	(2,236,891)	139,684,431	22,582,143	159,932,972	0	(4,796)	(93,420)	1,505	(2,236,891)	139,684,431	22,582,143	159,932,972
NET LOSSES INCURRED:																
FIRE	60,044	29,041	114,353	549,189	1,128,428	143,332,124	22,866,218	168,079,397	60,044	29,041	114,353	549,189	1,128,428	143,332,124	22,866,218	168,079,397
ALLIED LINES	0	20,258	9,867	(401,439)	(146,875)	1,216,617	40,519	738,947	0	20,258	9,867	(401,439)	(146,875)	1,216,617	40,519	738,947
NET LOSSES INCURRED	60,044	49,299	124,220	147,750	981,553	144,548,741	22,906,737	168,818,344	60,044	49,299	124,220	147,750	981,553	144,548,741	22,906,737	168,818,344

CALIFORNIA FAIR PLAN ASSOCIATION
DIV I - PROPERTY INSURANCE PLAN
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
FISCAL YEAR 2019
For the Three Months Ending December 31, 2018

EXHIBIT 4C

	QUARTER POOL YEAR								YEAR-TO-DATE POOL YEAR							
	2011	2014	2015	2016	2017	2018	2019	TOTAL	2011	2014	2015	2016	2017	2018	2019	TOTAL
DIRECT LOSS ADJUSTMENT PAID																
FIRE	\$ 5,157	\$ -	\$25,532	\$ 38,478	\$103,445	\$ 354,177	\$ 80,512	\$ 607,301	\$ 5,157	\$ -	\$25,532	\$ 38,478	\$103,445	\$ 354,177	\$ 80,512	\$ 607,301
ALLIED LINES	-	10,945	19,456	16,827	18,972	75,200	7,424	148,824	-	10,945	19,456	16,827	18,972	75,200	7,424	148,824
TOTAL DIRECT LOSS ADJ EXP PAID	5,157	10,945	44,988	55,305	122,417	429,377	87,936	756,125	5,157	10,945	44,988	55,305	122,417	429,377	87,936	756,125
CEDED LOSS ADJUSTMENT PAID																
FIRE	-	-	-	-	-	(107,422)	(10,242)	(117,664)	-	-	-	-	-	(107,422)	(10,242)	(117,664)
ALLIED LINES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL CEDED LOSS ADJ EXP PAID	-	-	-	-	-	(107,422)	(10,242)	(117,664)	-	-	-	-	-	(107,422)	(10,242)	(117,664)
NET LOSS ADJUSTMENT PAID																
FIRE	5,157	-	25,532	38,478	103,445	246,755	70,270	489,637	5,157	-	25,532	38,478	103,445	246,755	70,270	489,637
ALLIED LINES	-	10,945	19,456	16,827	18,972	75,200	7,424	148,824	-	10,945	19,456	16,827	18,972	75,200	7,424	148,824
TOTAL NET LOSS ADJ EXP PAID	5,157	10,945	44,988	55,305	122,417	321,955	77,694	638,461	5,157	10,945	44,988	55,305	122,417	321,955	77,694	638,461
CHANGE IN LOSS ADJ RES																
FIRE	-	(26,797)	(3,940)	(105,178)	(107,104)	4,260,729	1,750,394	5,768,104	-	(26,797)	(3,940)	(105,178)	(107,104)	4,260,729	1,750,394	5,768,104
ALLIED LINES	-	(24,979)	(1,397)	(42,949)	34,376	1,142,481	123,639	1,231,171	-	(24,979)	(1,397)	(42,949)	34,376	1,142,481	123,639	1,231,171
TOTAL CHANGE IN LOSS ADJ RESERVES	-	(51,776)	(5,337)	(148,127)	(72,728)	5,403,210	1,874,033	6,999,275	-	(51,776)	(5,337)	(148,127)	(72,728)	5,403,210	1,874,033	6,999,275
LOSS ADJ EXP INCURRED																
FIRE	5,157	(26,797)	21,592	(66,700)	(3,659)	4,507,484	1,820,664	6,257,741	5,157	(26,797)	21,592	(66,700)	(3,659)	4,507,484	1,820,664	6,257,741
ALLIED LINES	-	(14,034)	18,059	(26,122)	53,348	1,217,681	131,063	1,379,995	-	(14,034)	18,059	(26,122)	53,348	1,217,681	131,063	1,379,995
TOTAL LOSS ADJ INCURRED	\$ 5,157	\$(40,831)	\$39,651	\$(92,822)	\$ 49,689	\$5,725,165	\$1,951,727	\$7,637,736	\$ 5,157	\$(40,831)	\$39,651	\$(92,822)	\$ 49,689	\$5,725,165	\$1,951,727	\$7,637,736

CALIFORNIA FAIR PLAN ASSOCIATION
DIV I - PROPERTY INSURANCE PLAN
RESERVES EXHIBIT
FISCAL YEAR 2019
FOR THE PERIOD ENDING DECEMBER 31, 2018

	SEPTEMBER 30, 2018							DECEMBER 31, 2018							
	2011	2014	2015	2016	2017	2018	TOTAL	2011	2014	2015	2016	2017	2018	2019	TOTAL
UNEARNED PREMIUM RESERVES:															
FIRE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 39,281,788	\$ 39,281,788	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,887,700	\$ 17,647,953	\$ 39,535,653
ALLIED LINES	-	-	-	-	-	6,766,425	6,766,425	-	-	-	-	-	3,699,074	2,735,254	6,434,328
TOTAL UNEARNED PREM RESERVES	-	-	-	-	-	46,048,213	46,048,213	-	-	-	-	-	25,586,774	20,383,207	45,969,981
LOSS RESERVES: CASE															
FIRE	\$ -	\$ 1	\$ 333,466	\$ 444,152	\$ 6,956,513	\$ 8,322,367	\$ 16,056,500	\$ -	\$ -	\$ 272,843	\$ 417,334	\$ 4,359,016	\$ 156,229,013	\$ 22,350,741	\$ 183,628,948
ALLIED LINES	-	85,000	2,994	78,293	954,765	795,484	1,916,537	-	85,000	-	2	856,641	1,920,834	18,229	2,880,707
TOTAL	-	85,001	336,461	522,445	7,911,278	9,117,851	17,973,036	-	85,000	272,843	417,336	5,215,657	158,149,847		186,509,654
LOSS RESERVES: IBNR															
FIRE	-	25,054	10,029	152,366	270,118	9,674,660	\$ 10,132,227	-	-	-	582,752	821,152	944,652	212,935	2,561,491
ALLIED LINES	-	(20,258)	19,775	(54,644)	14,694	624,806	584,373	-	-	-	(378,415)	(77,609)	7,249	239	(448,536)
TOTAL	-	4,796	29,804	97,722	284,812	10,299,466	10,716,600	-	-	-	204,337	743,543	951,901	213,174	2,112,955
TOTAL LOSS RESERVES:															
FIRE	-	25,055	343,495	596,518	7,226,631	17,997,027	26,188,727	-	-	272,843	1,000,086	5,180,168	157,173,665	22,563,676	186,190,439
ALLIED LINES	-	64,742	22,769	23,649	969,459	1,420,290	2,500,910	-	85,000	-	(378,413)	779,032	1,928,083	18,468	2,432,171
TOTAL LOSS RESERVES	-	89,797	366,264	620,167	8,196,090	19,417,317	28,689,636	-	85,000	272,843	621,673	5,959,200	159,101,748	22,582,144	188,622,609
LOSS EXPENSE RESERVES:															
FIRE	-	36,449	121,648	351,870	1,257,442	1,388,089	3,155,498	-	9,652	117,708	246,692	1,150,338	5,648,818	1,750,393	8,923,601
ALLIED LINES	-	34,116	61,538	200,718	390,962	595,228	1,282,562	-	9,137	60,141	157,769	425,338	1,737,709	123,638	2,513,732
TOTAL LOSS EXPENSE RESERVES	\$ -	\$ 70,565	\$ 183,186	\$ 552,588	\$ 1,648,404	\$ 1,983,317	\$ 4,438,060	\$ -	\$ 18,789	\$ 177,849	\$ 404,461	\$ 1,575,676	\$ 7,386,527	\$ 1,874,031	\$ 11,437,333

CALIFORNIA FAIR PLAN ASSOCIATION
 DIV I - PROPERTY INSURANCE PLAN
 CATASTROPHE LOSSES REPORT
 DATE OF LOSS THROUGH DECEMBER 31, 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	5,739,284	16,971	565,713
2016	BLUE CUT FIRE - AUG 2016	138,834	2,020,841	4,294	143,135
2018	TUBBS FIRE - OCT 2018	826,396	9,514,660	1,897	63,229
2018	THOMAS FIRE - DEC 2017	1,186,643	17,695,565	10,435	347,823
2018	CREEK FIRE - DEC 2017	1,372,986	12,318,796	10,959	365,305
2018	SKIRBALL FIRE - DEC 2017	223,589	3,036,393	2,404	80,121
2018	CARR FIRE - JUL 2018	1,652,694	5,870,006	1,311	43,695
2018/2019	CAMP FIRE - NOV 2018	26,516,309	17,010,444	207	6,907
2018/2019	WOOLSEY FIRE - NOV 2018	140,817,284	80,279,105	1,256	41,871
		\$ 172,744,736	\$ 159,207,366	\$ 53,192	\$ 1,773,082