

MUNICIPAL EXCESS LIABILITY
JOINT INSURANCE FUND
AUDITORS' MANAGEMENT REPORT ON
ADMINISTRATIVE FINDINGS - FINANCIAL,
COMPLIANCE AND PERFORMANCE
YEAR ENDED DECEMBER 31, 2023



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May 10, 2024

The Honorable Chairperson and Members
of the Board of Fund Commissioners
Municipal Excess Liability Joint Insurance Fund
Parsippany, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Municipal Excess Liability Joint Insurance Fund (the "Fund") for the year ended December 31, 2023, and have issued our report thereon dated May 10, 2024.

As part of our audit, we performed procedures required by the New Jersey Department of Community Affairs, Division of Local Government Services, and the findings and results thereof are disclosed on the following pages. This letter does not affect our report dated May 10, 2024 on the financial statements of the Fund.

We will review the status of comments, if any, made during our next audit engagement. We have already discussed any comments and suggestions made with various management personnel, and we will be pleased to discuss them in further detail at your convenience or to perform any additional study of these matters.

Nisivoccia LLP

MUNICIPAL EXCESS LIABILITY JOINT INSURANCE FUND
COMMENTS AND RECOMMENDATIONS

Suggestions to Management:

Net Position

The Fund has experienced a decline in Net Position in five of the last six years. The decrease in Net Position is attributable to a number of factors including natural disasters, the Covid Pandemic, low interest rates and changes in exposures as a result of legislation/regulation. We suggest that the Fund continue to monitor its operations, making changes as necessary.

Governmental Accounting Standards Board Statement No. 102 – Certain Risk Disclosures

This Statement is effective for the calendar year 2025 financial statements of the Fund. We suggest that the Fund review this Statement in conjunction with their operations to determine whether the Fund will need to implement the disclosures required by this Statement.

Status of Prior Year Comments and Recommendations

None.