

**ROCKY MOUNTAIN RISK INSURANCE GROUP**

Financial Statements As Of June 30, 2024 And 2023

Together With Independent Auditors' Report

**JDS** professional  
group  
certified public accountants, consultants and advisors

# ROCKY MOUNTAIN RISK INSURANCE GROUP

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**INDEPENDENT AUDITORS' REPORT**

To the Board of Directors of Rocky  
Mountain Risk Insurance Group:

**Opinion**

We have audited the accompanying statutory statements of admitted assets, liabilities, and certificateholders' surplus of Rocky Mountain Risk Insurance Pool (the "Pool"), which comprise the statutory statements of admitted assets, liabilities, capital and surplus as of June 30, 2024 and 2023, and the related statutory statements of operations, changes in capital and surplus, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the admitted assets, liabilities, capital and surplus of Rocky Mountain Risk Insurance Group as of June 30, 2024 and 2023, and the results of its operations and its cash flows for the years then ended, in accordance with the financial reporting provisions of the Division of Insurance of the Colorado Department of Regulatory Agencies as described in Note 2.

**Basis for Opinion**

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Basis of Accounting**

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the basis of the financial reporting provisions of the Division of Insurance of the Colorado Department of Regulatory Agencies, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Division of Insurance of the Colorado Department of Regulatory Agencies. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified with respect to that matter.

*Members:*

*American Institute of Certified Public Accountants • Colorado Society of Certified Public Accountants*  
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Independent Auditors' Report (Continued)

**Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Insurance of the Colorado Department of Regulatory Agencies, and for 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 error or fraud.

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 within one year after the date that the financial statements are available to be issued.

**Auditor's Responsibilities 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 opinion. 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 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 generally accepted auditing standards, 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.

Independent Auditors' Report (Continued)

We are required to communicate to 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.

**Report on Supplemental Information**

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The investment risks interrogatories and summary investment schedule are presented for purposes of additional analysis as required by NAIC are not a required as a part of the financial statements. The schedule of statutory basis surplus by school district is presented for purposes of additional analysis and is not a required part of the basic financial statements. The investment risks interrogatories, summary investment schedule and schedule of statutory basis surplus by school district are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the investment risks interrogatories, summary investment schedule and schedule of statutory basis surplus by school district are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Restriction on Use**

This report is intended solely for the information and use of the Board of Directors, school district members of the Pool, management of the Pool and the Colorado Division of Insurance, the National Association of Insurance Commissioners (NAIC) and the Colorado Department of Regulatory Agencies and is not intended to be and should not be used by anyone other than these specified parties.

*JDS Professional Group*

November 18, 2024

## ROCKY MOUNTAIN RISK INSURANCE GROUP

Statutory Statements Of Admitted Assets, Liabilities, Capital And Surplus  
As Of June 30, 2024 And 2023

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	<u>2024</u>	<u>2023</u>
<b>ADMITTED ASSETS</b>		
Cash and cash equivalents	\$ 11,020,057	\$ 10,041,939
Investments	799,082	799,082
Reinsurance recoverable	294,477	209,081
Accrued interest receivable	47,102	42,003
<b>TOTAL ADMITTED ASSETS</b>	<u>\$ 12,160,718</u>	<u>\$ 11,092,105</u>
<b>LIABILITIES, CAPITAL AND SURPLUS</b>		
<b>Liabilities:</b>		
Reserve for losses and loss adjustment expense	\$ 2,649,560	\$ 2,090,501
Reserve for unallocated loss adjustment expense	117,425	107,510
Other liabilities	16,840	12,091
Total Liabilities	<u>2,783,825</u>	<u>2,210,102</u>
<b>Capital and Surplus:</b>		
Unassigned surplus	<u>9,376,893</u>	<u>8,882,003</u>
Total Capital and Surplus	<u>9,376,893</u>	<u>8,882,003</u>
<b>TOTAL LIABILITIES, CAPITAL AND SURPLUS</b>	<u>\$ 12,160,718</u>	<u>\$ 11,092,105</u>

The accompanying notes are an integral part of the financial statements.

## ROCKY MOUNTAIN RISK INSURANCE GROUP

Statutory Statements Of Operations  
For The Years Ended June 30, 2024 And 2023

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	<u>2024</u>	<u>2023</u>
<b>REVENUE</b>		
Premiums earned (net of excess insurance premiums of \$2,998,934 in 2024 and \$2,053,583 in 2023)	<u>\$ 3,174,632</u>	<u>\$ 3,434,369</u>
<b>UNDERWRITING EXPENSES</b>		
Net losses (net of reinsurance recoveries of \$1,273,728 in 2024 and \$7,183,538 in 2023)	2,134,175	1,803,052
Loss adjustment expenses	135,625	133,216
Other underwriting expenses	<u>1,078,949</u>	<u>1,034,083</u>
Total underwriting expenses	<u>3,348,749</u>	<u>2,970,351</u>
<b>UNDERWRITING INCOME</b>	(174,117)	464,018
Net Investment Income	<u>605,507</u>	<u>418,207</u>
<b>NET INCOME</b>	<u><u>\$ 431,390</u></u>	<u><u>\$ 882,225</u></u>

The accompanying notes are an integral part of the financial statements.

## ROCKY MOUNTAIN RISK INSURANCE GROUP

Statutory Statements Of Changes In Capital and Surplus  
For The Years Ended June 30, 2024 And 2023

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	<u>Unassigned Surplus</u>
<b>Capital and Surplus, June 30, 2022</b>	<u>\$ 7,999,638</u>
Net income	882,225
(Increase) in non-admitted assets	<u>140</u>
Net change in surplus for the year	<u>882,365</u>
<b>Capital and Surplus, June 30, 2023</b>	<u>8,882,003</u>
Net income	431,390
Decrease in non-admitted assets	<u>63,500</u>
Net change in surplus for the year	<u>494,890</u>
<b>Capital and Surplus, June 30, 2024</b>	<u><u>\$ 9,376,893</u></u>

The accompanying notes are an integral part of the financial statements.

## ROCKY MOUNTAIN RISK INSURANCE GROUP

Statutory Statements Of Cash Flows  
For The Years Ended June 30, 2024 And 2023

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	<u>2024</u>	<u>2023</u>
Cash Flows from Operating Activities:		
Premiums collected from participants	\$ 6,173,566	\$ 5,487,952
Premiums paid to reinsurers	(2,998,934)	(2,053,583)
Loss expenses paid	(1,650,599)	(2,244,129)
Loss adjustment expenses paid	(135,625)	(133,216)
Underwriting expenses paid	(1,010,698)	(1,034,252)
Interest received	600,408	385,576
Net cash provided by operating activities	<u>978,118</u>	<u>408,348</u>
 <b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	 978,118	 408,348
 Cash And Cash Equivalents - Beginning Of Year	 <u>10,041,939</u>	 <u>9,633,591</u>
 <b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	 <u><u>\$ 11,020,057</u></u>	 <u><u>\$ 10,041,939</u></u>

The accompanying notes are an integral part of the financial statements.

# ROCKY MOUNTAIN RISK INSURANCE GROUP

Notes To Statutory Financial Statements  
For The Years Ended June 30, 2024 And 2023

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## (1) Nature Of Organization

The Rocky Mountain Risk Insurance Group (the “Pool”) was formed by an intergovernmental agreement among five public school districts within Adams County in the State of Colorado. The Pool provides various types of property, liability and workers’ compensation insurance coverage to its members.

## (2) Summary Of Significant Accounting Policies

### Basis Of Presentation

The Pool’s statutory financial statements are presented on the basis of accounting practices prescribed or permitted by the Division of Insurance of the Colorado Department of Regulatory Agencies (the “Division”). The Division has adopted the National Association of Insurance Commissioners’ statutory accounting practices (NAIC SAP) as the basis of its statutory accounting practices, except Colorado state law does provide limitations on investments. As of June 30, 2024 and 2023, there was no monetary effect on net income and statutory surplus by using an accounting practice which differs from NAIC SAP. NAIC SAP is a comprehensive basis of accounting other than generally accepted accounting principles (GAAP), such practices vary from GAAP; the more significant variances are as follows:

### **Nonadmitted Assets**

Certain assets and certain reductions of liabilities are not recognized by the state insurance departments and, accordingly, are excluded from the balance sheet for statutory accounting purposes. Such assets principally consist of furniture and equipment, prepaid expenses and certain receivable balances. Under GAAP, all assets and liabilities are included in the balance sheet.

### **Statements Of Cash Flows**

Cash and short-term investments in the Statements of Cash Flows represent cash balances and investments with initial maturities of one year or less. Under GAAP, the corresponding captions of cash and cash equivalents include cash balances and investments with initial maturities of three months or less.

The Pool has not determined the effect of all the aforementioned variances between statutory insurance accounting practices and generally accepted accounting principles.

### Cash And Cash Equivalents

Cash and cash equivalents include cash on hand and money market instruments with a maturity of one year or less when purchased.

Bonds

For statutory accounting purposes, bonds are carried at promulgated amounts that are primarily at amortized cost; however, the NAIC requires certain bonds with designation 3 to 6 to be carried at lower of amortized cost or fair value. For GAAP purposes, held-to-maturity bonds are carried at amortized cost, and the remaining fixed maturity investments are reported at fair value with unrealized capital gains and losses reported in operations for those designated as trading; and excluded from earnings and reported in other comprehensive income until realized for those designated as available-for-sale.

Investments

All investments are valued as prescribed by the NAIC Securities Valuation Office. Bonds not backed by other loans are reported at amortized cost; the discount or premium on bonds is amortized using the interest method. The retrospective method is used to value all securities. Short term investments are carried at cost.

As of June 30, 2024 and 2023, the Pool did not invest in derivative instruments.

Realized investment gains and losses are determined using the specific identification basis and are reported in operations.

Premiums From Members

Premiums from members are recognized as earned on a monthly pro rata basis over the applicable period of coverage, which coincides with the Pool's fiscal year. Premiums earned from members are reported net of reinsurance premiums.

Losses And Loss Adjustment Expenses

Insurance losses and related adjustment expenses are charged to operations as incurred. The reserves for losses and loss adjustment expenses are determined based upon case-basis evaluations and independent actuarial projections and include a provision for incurred but not reported losses. The actuarial projections of ultimate losses on reported claims and the estimate of claims incurred but not reported are based on the Pool's experience and insurance industry data. Losses are reported net of estimated amounts recoverable from excess insurance. Adjustments to the probable ultimate liability for losses and loss adjustment expense are made continually, based on subsequent developments and experience, and are included in operations as incurred. Since the reserve is based upon estimates, the actual cost of settling all remaining claims may be more or less than the reserves for losses and loss adjustment expenses as of June 30, 2024 and 2023.

Income Taxes

The Pool provides an essential governmental function to its members as described in Section 115 of the Internal Revenue Code and is exempt from federal income taxes pursuant to the Internal Revenue Code.

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Estimates

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Evaluation Of Subsequent Events

The Pool has evaluated subsequent events through November 18, 2024, the date which the financial statements were available to be issued, and considered any relevant matters in preparation of the financial statements and footnotes.

(3) **Cash, Investments And Fair Value Of Financial Instruments**

Cash

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government, and entities such as the Pool, deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to the aggregate uninsured deposits.

The State Regulatory Commissions for banks and financial services are required by Statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

Investments

The Pool's investment policy specifies investment instruments meeting defined rating, maturity and risk criteria, which includes the following:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

# ROCKY MOUNTAIN RISK INSURANCE GROUP

Notes To Statutory Financial Statements (Continued)

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## Bonds

The amortized cost and fair value of investments in bonds at June 30, 2024, are as follows:

	Cost or Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
<u>As Of June 30, 2024</u>				
U.S. Government	\$ 799,082	\$	\$ (43,267)	\$ 755,815

The amortized cost and fair value of investments in bonds at June 30, 2023, are as follows:

	Cost or Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
<u>As Of June 30, 2023</u>				
U.S. Government	\$ 799,082	\$	\$ (67,016)	\$ 732,066

As of June 30, 2024 and 2023, the Pool held one U.S. Treasury Note with a maturity of May 31, 2026.

Government bonds are backed by the full faith and credit of the United States government.

There were no proceeds from investments in bonds sold, redeemed or otherwise disposed of during 2024 and 2023.

Cash and cash equivalents, accrued interest receivable, reinsurance recoverable and other liabilities are reflected in the financial statements at fair value because of the short-term maturity of those instruments.

Reserves for losses and loss adjustment expenses are actuarially determined and as of June 30, 2024 and 2023, there is no indication that the fair value of these liabilities would significantly differ from the amounts determined by the actuary.

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**Local Government Investment Pools**

The Pool has invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST) which offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+, and the Colorado Surplus Asset Fund Trust (CSAFE), collectively, the Trusts. The Trusts are investment vehicles established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all state statutes governing the Trusts. The Trusts operate similarly to a money market fund and each share is equal in value to \$1.00. The Trusts may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities, certain obligations of U.S. government agencies, highly rated commercial paper and repurchase agreements collateralized by certain obligations of U.S. government agencies. A designated custodial bank serves as custodian for the Trusts' portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trusts' investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trusts. On June 30, 2024 and 2023, the Pool had invested \$10,488,876 and \$9,840,917, respectively, in COLOTRUST PLUS+. On June 30, 2024 and 2023, these balances were swept into the Pool's custodian account, therefore, such amounts are reflected in cash and cash equivalents in the financial statements.

**(4) Nonadmitted Assets**

Nonadmitted assets are charged directly to surplus. As of June 30, 2024 and 2023, there were \$0 and \$63,500, respectively, of prepaid expenses related to broker and management fees.

# ROCKY MOUNTAIN RISK INSURANCE GROUP

Notes To Statutory Financial Statements (Continued)

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## (5) Reserves For Losses And Loss Adjustment Expenses

Components of the reserves for losses and loss adjustment expenses as of June 30, 2024 and 2023, are as follows:

	Worker's Compensation	Liability/ Property	Total
As of June 30, 2024:			
Estimated reserves for losses and allocated loss adjustment expense-			
Reported	\$ 855,758	\$ 278,378	\$ 1,134,136
Incurred but not reported	1,297,946	217,478	1,515,424
	<u>2,153,704</u>	<u>495,856</u>	<u>2,649,560</u>
Estimated reserves for unallocated loss adjustment expense	117,425		117,425
	<u>\$ 2,271,129</u>	<u>\$ 495,856</u>	<u>\$ 2,766,985</u>
As of June 30, 2023:			
Estimated reserves for losses and allocated loss adjustment expense-			
Reported	\$ 743,129	\$ 191,695	\$ 934,824
Incurred but not reported	1,108,041	47,636	1,155,677
	<u>1,851,170</u>	<u>239,331</u>	<u>2,090,501</u>
Estimated reserves for loss adjustment expense	107,510		107,510
	<u>\$ 1,958,680</u>	<u>\$ 239,331</u>	<u>\$ 2,198,011</u>

## ROCKY MOUNTAIN RISK INSURANCE GROUP

Notes To Statutory Financial Statements (Continued)

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The following represents changes in the reserves during the years ended June 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Unpaid loss and loss adjustment expenses at beginning of year	\$ 2,198,011	\$ 2,477,652
Incurred losses and loss adjustment expenses:		
Provision for insured events of the current year	1,598,283	1,682,794
Provision for insured events of prior years	<u>535,892</u>	<u>120,258</u>
Total incurred loss and loss adjustment expenses	<u>2,134,175</u>	<u>1,803,052</u>
Payments:		
Losses and loss adjustment expenses attributable to insured events of the current year	(798,070)	(1,095,196)
Losses and loss adjustment expenses attributable to insured events of prior years	<u>(767,131)</u>	<u>(987,497)</u>
Total payments	<u>(1,565,201)</u>	<u>(2,082,693)</u>
Unpaid loss and loss adjustment expenses at end of the year	<u>\$ 2,766,985</u>	<u>\$ 2,198,011</u>

### (6) Insurance Contracts

The Pool has entered into insurance contracts that minimize its exposure to both large individual losses as well as a significant frequency of smaller losses.

A summary of the coverages in effect as of June 30, 2024 and 2023, are as follows:

#### **Property**

The Pool has property insurance policies to provide coverage on losses up to \$1,000,000 under the multiline insurance coverage and then up to \$100,000,000 under excess insurance coverage per occurrence. This coverage is subject to the Pool's retention of \$100,000 per occurrence. The per occurrence limits apply to all members of the Pool, regardless of the number of members involved in an occurrence.

**Liability**

The Pool also has insurance policies for its general, commercial auto, educator's legal and sexual abuse liability, with coverage subject to the Pool's retention of \$150,000 per occurrence. The reinsurance coverage with limits are \$4,850,000 per occurrence/aggregate for general liability, \$4,850,000 per occurrence auto liability, \$4,850,000 per claim/aggregate for educators' legal liability and \$4,850,000 per claim/aggregate for sexual abuse liability.

**Workers' Compensation**

The Pool also has insurance policy for its workers' compensation coverage. The Pool's retention is \$550,000 per occurrence and has a statutory limit.

**Multiline Aggregate Limit**

The aggregate amount of losses paid by the Pool in a given year is limited to a defined amount (\$687,000 for the fiscal years ended June 30, 2024 and 2023). The excess insurer will indemnify the Pool for the next \$5,000,000 of losses.

**Other Insurance Issues**

Members of the Pool purchase boiler and machinery, and crime coverages through the Pool. The Pool does not retain any liability for these coverages and all premium costs associated with these coverages are passed on to the participating members.

**(7) Member Capital Contributions And Dividends**

The Pool is required by the Colorado Division of Insurance to maintain minimum statutory capital and surplus of \$800,000.

**(8) Insurance Servicing Agreements**

The Pool has entered into an agreement with the Adams County Board of Cooperative Educational Services to provide administrative services to the Pool. Fees for such services were \$832,440 for the fiscal years ended June 30, 2024 and 2023.

## ROCKY MOUNTAIN RISK INSURANCE GROUP

Notes To Statutory Financial Statements (Continued)

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Additionally, the Pool has entered into an agreement with a third-party claims administrator. For the fiscal years ended June 30, 2024 and June 30, 2023, fees for such services were \$135,625 and \$133,216, respectively.

# ROCKY MOUNTAIN RISK INSURANCE GROUP

Supplemental Investment Risks Interrogatories  
As Of June 30, 2024

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1. Reporting entity's total admitted assets as reported on Page 2 of the annual statement\*\*: \$ 12,160,718

2. Ten largest exposures to a single issuer/borrower/investment:

Issuer	Description of Exposure	Amount	Percentage of Total Admitted Assets
a. U. S. Treasury	Bonds	\$ 799,082	6.571%
b.			0.000%
c.			0.000%
d.			0.000%
e.			0.000%
f.			0.000%
g.			0.000%
h.			0.000%
i.			0.000%
j.			0.000%

3. Amounts and percentages of the reporting entity's total admitted assets held in bonds and preferred stocks by NAIC designation.

Bonds		Preferred Stocks		
NAIC - 1	\$ 799,082	6.571%	P/RP - 1	0.000%
NAIC - 2		0.000%	P/RP - 2	0.000%
NAIC - 3		0.000%	P/RP - 3	0.000%
NAIC - 4		0.000%	P/RP - 4	0.000%
NAIC - 5		0.000%	P/RP - 5	0.000%
NAIC - 6		0.000%	P/RP - 6	0.000%

4. Assets held in foreign investments less than 2.5% of the reporting entity's total admitted assets, therefore detail not required for interrogatories 5-10.

11. Assets held in Canadian investments less than 2.5% of the reporting entity's total admitted assets, therefore detail not required for interrogatory 11.

12. Assets held in investments with contractual sales restrictions less than 2.5% of the reporting entity's total admitted assets, therefore detail not required for interrogatory 12.

13. Assets held in equity interests less than 2.5% of the reporting entity's total admitted assets, therefore detail not required for interrogatory 13.

14. Assets held in nonaffiliated, privately placed equities less than 2.5% of the reporting entity's total admitted assets, therefore detail not required for interrogatory 14.

\*\* Pursuant to Regulation 2-2-1, the Pool is not required to file an annual statement using the National Association of Insurance Commissioners blank. The disclosures herein are required by the Insurance Department of the State of Colorado in accordance with Statutory Accounting Principles.

## **ROCKY MOUNTAIN RISK INSURANCE GROUP**

### Supplemental Investment Risks Interrogatories (Continued)

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15. Assets held in general partnership interests less than 2.5% of the reporting entity's total admitted assets, therefore detail not required for interrogatory 15.

Note: Items 16 through 24 not applicable to Rocky Mountain Risk Insurance Group and accordingly, these items have been omitted.

# ROCKY MOUNTAIN RISK INSURANCE GROUP

Summary Investment Schedule  
As Of June 30, 2024

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Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement**	
	\$	%	\$	%
1. Bonds				
1.1 U.S. Treasury Securities	799,082	6.8%	799,082	6.8%
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities)				
1.21 Issued by U.S. Government Agencies				
1.22 Issued by U.S. Government-sponsored agencies				
1.3 Non-U.S. Government (including Canada, excluding mortgage-backed securities)				
1.4 Securities issued by states, territories and possessions and political subdivisions in the U.S.				
1.41 U.S. States and territories general obligations				
1.42 Political subdivisions of U.S. states, territories and possessions general obligations				
1.43 Revenue and assessment obligations				
1.44 Industrial development bonds and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS)				
1.51 Pass-through securities				
1.511 Guaranteed by GNMA				
1.512 Issued by FNMA and FHLMC				
1.513 Other pass-through securities				
1.52 Other mortgage-backed securities:				
1.521 Issued by FNMA, FHLMC or GNMA				
1.522 Other mortgage-backed securities and collateralized by MBS issued or guaranteed by FNMA, FHLMC, or GNMA				
1.523 All other mortgage-backed securities				
2. Other debt and other fixed income securities (excluding short term)				
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)				
2.2 Unaffiliated Non-U.S. securities				
2.3 Affiliated securities				
3. Equity interests				
3.1 Investments in mutual funds				
3.2 Preferred stocks				
3.21 Affiliated				
3.22 Unaffiliated				
3.3 Publicly traded equity securities (excluding preferred stocks)				
3.31 Affiliated				
3.32 Unaffiliated				
3.4 Other equity securities				
3.41 Affiliated				
3.42 Unaffiliated				

# ROCKY MOUNTAIN RISK INSURANCE GROUP

Summary Investment Schedule (Continued)

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Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement**	
	\$	%	\$	%
3.5 Other equity interests including tangible personal property under leases				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties				
4.4 Multifamily residential properties				
4.5 Commercial loans				
4.6 Mezzanine real estate loans				
5. Real Estate Investments				
5.1 Property occupied by company				
5.2 Property held for production of income (including \$ <u>  0  </u> of property acquired in satisfaction of debt)				
5.3 Property held for sale (\$ <u>  0  </u> including property acquired in satisfaction of debt)				
6. Contract Loans				
7. Derivatives				
8. Receivables for securities				
9. Securities Lending				
10. Cash, cash equivalents and short-term investments	11,020,057	93.2%	11,020,057	93.2%
11. Other Invested Assets				
<b>12. Total Invested Assets</b>	<b>\$ 11,819,139</b>	<b>100.0%</b>	<b>\$ 11,819,139</b>	<b>100.0%</b>

\*\* Pursuant to Regulation 2-2-1, the Pool is not required to file an annual statement using the National Association of Insurance Commissioners blank. The disclosures herein are required by the Insurance Department of the State of Colorado in accordance with Statutory Accounting Principles.

**ROCKY MOUNTAIN RISK INSURANCE GROUP**

Schedule of Statutory Basis Surplus By School District  
As Of June 30, 2024

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<u>School District</u>	<u>Unassigned Surplus</u>
Mapleton Public Schools	\$ 2,007,498
School District No. 27J	3,584,471
Westminster Public Schools	3,784,924
	<u>\$ 9,376,893</u>