

ORGANIZATION OF SELF-INSURED SCHOOLS

**IN THE MATTER OF ESTABLISHING)
AN EQUITY POLICY FOR)
JOINT POWER AGENCY)**

RESOLUTION #JPA 05-1

WHEREAS, the California Association of Joint Powers Authorities, (CAJPA), requires for its accreditation standards the implementation by resolution, of an equity policy when evaluating funding and dividends.

NOW, THEREFORE, BE IT RESOLVED, the Organization of Self-Insured Schools will:

A. Base its funding estimates on an actuarial analysis, which will provide an estimate for all costs incurred during the program year. No adjustment would be made should the JPA be in a surplus position. Should the JPA be in a deficient position, the short fall would be made up by assessing its member districts.

B. Pay out dividends should there be sufficient funds to do so. In making this determination, the JPA will compare its revenue (premiums and interest earned) with its expenses (claims, operating expenses, etc.) The claim values used in the calculation would include an actuarial estimate of reserves; consisting of a 90% probability level discounted to present value plus a contingency margin of one additional year's worth of funding.

The foregoing resolution was adopted by the Executive Committee of the Organization of Self-Insured Schools at a regular meeting of said Executive Committee held on the 20th day of January, 2005, by the following vote:

AYES: 7 Members

NOES: 0 Members

ABSENT: 3 Members

ABSTAIN: 0 Members

Dated: 01-20-05

**ORGANIZATION OF SELF-INSURED
SCHOOLS (OSS)**

 Warren E. Jennings

Warren Jennings, O.S.S. President