

FINANCIAL STATEMENTS
AND REQUIRED SUPPLEMENTAL INFORMATION

Ohio Municipal Joint Self-Insurance Pool

*Years ended December 31, 2009 and 2008 with
Report of Independent Auditors*



Mary Taylor, CPA
Auditor of State

Board of Trustees
Ohio Municipal Joint Self-Insurance Pool
600 East 96th Street
Suite 425
Indianapolis, Indiana 46240

We have reviewed the *Report of Independent Auditors* of the Ohio Municipal Joint Self-Insurance Pool, prepared by Leemhuis Group, for the audit period January 1, 2009 through December 31, 2009. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Ohio Municipal Joint Self-Insurance Pool is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

August 16, 2010

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Ohio Municipal Joint Self-Insurance Pool

Financial Statements and Required Supplemental Information

Years ended December 31, 2009 and 2008

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Ohio Municipal Joint Self-Insurance Pool Management Discussion and Analysis

This section of the Ohio Municipal Joint Self Insurance Pool's (the "Pool") financial statements contains a discussion and analysis by management of the Pool's financial results as of December 31, 2009 and 2008 for the years then ended.

Content of the audit report is broken into three sections, *management discussions and analysis* (this section) the *basic financial statements* (including footnotes) and *required supplementary information*.

| | 2009 | 2008 |
|--|---------------------|--------------|
| Total assets | \$ 2,109,514 | \$ 2,552,519 |
| Losses and loss adjustment expenses payable | 1,020,426 | 1,693,905 |
| Other liabilities | 900,413 | 1,120,401 |
| Total liabilities | 1,920,839 | 2,814,306 |
| Accumulated surplus (deficit) | 188,675 | (261,787) |
| | | |
| Premium revenues, net of reinsurance ceded | 1,835,932 | 1,949,907 |
| Investment income | 232 | 14,242 |
| Total revenues | 1,836,164 | 1,949,907 |
| Losses and loss adjustment expenses, net of reinsurance ceded | 632,140 | 904,596 |
| Administrative and other expenses | 753,562 | 849,789 |
| Total expenses | 1,385,702 | 1,754,385 |
| Net change in accumulated surplus | 450,462 | 209,764 |

The Pool's total assets decreased 17%, or \$443,005, to \$2,109,514 in 2009. Cash and cash equivalents decreased 29%, or \$434,430, to \$1,038,409 in 2009.

The Pool's net case loss reserves decreased 61% in 2009 to \$322,556 as compared to 2008 net case reserves of \$819,669. After analysis of normal expected reported claim reserves by the Pool's consulting actuary, the Pool has decreased its reserve allocation for incurred but not reported (IBNR) claim reserves to \$624,236. The total loss reserves including case and IBNR decreased from \$1.7 million during the prior year to approximately \$1.0 million in 2009.

The Pool produced a net profit of \$450,462 in 2009, which is a 215% increase from \$209,764 net profit in 2008. This marks the fourth year in a row and six out of the last seven years, of positive earnings for the Pool.

Ohio Municipal Joint Self-Insurance Pool Management Discussion and Analysis (continued)

Market conditions continued to soften as property and liability insurance rates fell industry wide in 2009. As a result of the softening market, the rates charged to members fell by 3.5% in 2009. The Pool retained 84% of its members, as well as 91% of their corresponding contributions. However, of the eight members who withdrew from the Pool in 2009, one member comprised \$108,526, or 46%, of the lost contributions. No members withdrew during the last five months of last year. There was also one new member added to the Pool in 2009.

The change from lost business was partly offset by a corresponding decrease in commissions and management fees. Pool administration and sales expenses decreased approximately 11% during 2009 to \$680,911. As the Pool's contributions decreased during 2009, the expenses for Pool administration and brokerage dropped correspondingly. This resulted in \$111,000 less paid out in sales expenses over the 2008 payments. The OML, sponsor of the Pool, received 3% of gross written and surplus contributions for the calendar year.

In 2008, the Pool changed its liability reinsurance program to 100% domestic reinsurance providers. The benefits of this change included switching to a guaranteed cost premium as opposed to premiums that were adjustable based on incurred reinsured losses. The premium is booked proportionately over a 12 month period based on the prior year's monthly premium as a percentage of the total. The Pool's self-insured retention was also reduced from \$200,000 to \$150,000.

Another significant change is that the Pool's annual aggregate retained losses are now capped at \$2,000,000. After that point, 100% of the Pool's losses are reinsured, less \$50,000 maintenance deductibles.

All liability claims reported on or after April 1, 2008 became the responsibility of the new reinsurance provider. The Pool received a return of the unearned ceded reinsurance premiums from its former reinsurance providers as a result of this change.

The Pool has received a determination letter from the Internal Revenue Service indicating that the income is excludable from taxation. As such the tax returns filed annually indicate no tax liability is due.



Report of Independent Auditors

Board of Trustees
Ohio Municipal Joint Self-Insurance Pool

We have audited the accompanying balance sheets of the Ohio Municipal Joint Self-Insurance Pool as of December 31, 2009 and 2008 and the related statements of income and changes in accumulated surplus and cash flows for the years then ended. These financial statements are the responsibility of the Pool's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Ohio Municipal Joint Self-Insurance Pool at December 31, 2009 and 2008, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2010 on our consideration of the Ohio Municipal Joint Self-Insurance Pool's internal control over financial reporting and on our tests of its compliance with certain provisions of laws and regulations. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis on pages 1 and 2 and the Schedule of Claims Development Information on page 13 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Levitt Group

March 29, 2010

Ohio Municipal Joint Self-Insurance Pool

Balance Sheets

| | December 31 | |
|---|---------------------|---------------------|
| | 2009 | 2008 |
| Assets | | |
| Cash and cash equivalents | \$ 1,038,409 | \$ 1,472,840 |
| Member contributions receivable | 207,697 | 299,952 |
| Deferred acquisition costs | 237,456 | 253,811 |
| Reinsurance recoverable | 625,952 | 525,916 |
| Total assets | <u>\$ 2,109,514</u> | <u>\$ 2,552,519</u> |
| Liabilities and accumulated surplus | | |
| Losses and loss expenses payable | \$ 1,020,426 | \$ 1,693,905 |
| Unearned member contributions | 712,855 | 951,704 |
| Administrator, sponsor fees and commissions payable | 187,558 | 168,697 |
| Total liabilities | <u>1,920,839</u> | <u>2,814,306</u> |
| Accumulated surplus (deficit) | <u>188,675</u> | <u>(261,787)</u> |
| Total liabilities and accumulated surplus | <u>\$ 2,109,514</u> | <u>\$ 2,552,519</u> |

See accompanying notes.

Ohio Municipal Joint Self-Insurance Pool

Statements of Income and Accumulated Surplus (Deficit)

| | Year ended December 31 | |
|---|------------------------|--------------|
| | 2009 | 2008 |
| Operating revenues: | | |
| Gross written contributions | \$ 2,278,626 | \$ 2,571,751 |
| Member surplus contributions | 295,647 | 359,363 |
| Change in unearned premium | 74,009 | 119,899 |
| Reinsurance premiums | (989,284) | (918,237) |
| Change in unearned premium ceded | 176,934 | (182,869) |
| | 1,835,932 | 1,949,907 |
| Operating expenses: | | |
| Losses and loss adjustment expenses | 966,734 | 1,255,034 |
| Ceded losses recovered | (334,594) | (350,438) |
| Administrator, sponsor fees and commissions | 680,911 | 769,116 |
| Professional fees | 53,863 | 56,979 |
| Other expenses | 18,788 | 23,694 |
| | 1,385,702 | 1,754,385 |
| Operating income | 450,230 | 195,522 |
| Non-operating revenues: | | |
| Investment income | 232 | 15,089 |
| Net increase in accumulated surplus | 450,462 | 210,611 |
| Change in unrealized gains on investments | - | (847) |
| Accumulated (deficit) beginning of year | (261,787) | (471,551) |
| Accumulated surplus (deficit) end of year | \$ 188,675 | \$ (261,787) |

See accompanying notes.

Ohio Municipal Joint Self-Insurance Pool

Statements of Cash Flows

| | Year ended December 31 | |
|--|------------------------|--------------|
| | 2009 | 2008 |
| Operating activities | | |
| Member and surplus contributions received | \$ 2,734,006 | \$ 2,945,282 |
| Reinsurance premiums paid | (1,071,954) | (1,244,501) |
| Loss and allocated expenses paid, net of deductibles collected | (1,468,917) | (1,418,379) |
| Reinsurance, salvage and subrogation recoveries received | 109,866 | 434,317 |
| Administrator, sponsor fees and commissions paid | (646,193) | (757,875) |
| Professional fees paid | (57,733) | (62,773) |
| Other expenses paid | (33,738) | (17,893) |
| Net cash used by operating activities | (434,663) | (121,822) |
| Investing activities | | |
| Sales and maturities of investments | - | 178,529 |
| Investment income | 232 | 15,089 |
| Net cash provided by investing activities | 232 | 193,618 |
| Net increase (decrease) in cash and cash equivalents | (434,431) | 71,796 |
| Cash and cash equivalents at beginning of the year | 1,472,840 | 1,401,044 |
| Cash and cash equivalents at end of the year | \$ 1,038,409 | \$ 1,472,840 |
| Reconciliation of net income to net cash used by operating activities: | | |
| Operating income | \$ 450,230 | \$ 195,522 |
| Adjustments to reconcile operating income to net cash used provided by operating activities: | | |
| Changes in operating assets and liabilities: | | |
| Member contributions receivable | 92,255 | 35,198 |
| Reinsurance recoverable | (100,036) | (326,264) |
| Deferred acquisition costs | 16,355 | 36,552 |
| Other assets | - | 250 |
| Losses and loss expenses payable | (673,479) | (75,297) |
| Unearned member contributions | (238,849) | 37,527 |
| Administrator, sponsor fees and commissions payable | 18,861 | (25,310) |
| Net cash used by operating activities | \$ (434,663) | \$ (121,822) |

See accompanying notes.

Ohio Municipal Joint Self-Insurance Pool

Notes to Financial Statements

December 31, 2009 and 2008

1. Organization and Significant Accounting Policies

Organization

The Ohio Municipal Joint Self-Insurance Pool (the "Pool") is an unincorporated nonprofit association which provides a program of property and casualty self-insurance for its member organizations. Membership is restricted to municipal corporations and their instrumentalities in the State of Ohio. Under the terms of the membership agreement, members are subject to a supplemental assessment or a refund, depending on the Pool's underwriting results for each coverage year.

Basis of Presentation

The Pool accounts for its activities in an enterprise fund and the accompanying financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP"), provided that they do not conflict or contradict statements issued by the Government Accounting Standards Board ("GASB"). GASB Statement No. 10 *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues* provides standards for accounting and reporting that apply to public entity risk pools.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Such estimates and assumptions could change in the future as more information becomes known, which could impact the amounts reported and disclosed herein.

Cash and Cash Equivalents

All highly liquid investments with maturities of three months or less when purchased are classified as cash and cash equivalents and are stated at cost, which approximates market.

Deferred Acquisition and Organizational Costs

Policy acquisition costs, primarily commissions paid to brokers and management fees paid to the administrator (see Note 3), are deferred and amortized over the life of the policy, generally one year.

Ohio Municipal Joint Self-Insurance Pool

Notes to Financial Statements

December 31, 2009 and 2008

1. Organization and Significant Accounting Policies (continued)

Losses and Loss Adjustment Expenses Payable

The liabilities for losses and loss adjustment expenses and incurred but not reported claims are estimated based on historical information and claim experience, and represent management's best estimate of the ultimate cost of claims. Because the ultimate claim costs can be affected by factors such as inflation, legal settlements and damage awards, the estimation process includes considerable variability. Management believes that the recorded liabilities are adequate. The estimates are continually reviewed and updated as experience develops or new information becomes known; such adjustments are reflected in current operations.

Revenue Recognition

Policies are billed on an annual basis. Members are charged a contribution for the insurance coverage(s) provided by the Pool, which is recognized as revenue ratably of the term of the policy (one year). The amount of the contribution is dependent on underwriting factors such as past claim experience, rating and market and competitive factors. Unearned member contributions represent the portion of the annual contributions billed on the effective date of one-year policies that have not been earned over the term of the policy, and are reported net of reinsurance ceded.

In addition to the written contribution, a surplus contribution is charged to the member and included in the annual billing. In certain situations, members may elect to make a three-year prepaid surplus contribution. Prepaid surplus contributions were \$43,615 and \$31,520 at December 31, 2009 and 2008, respectively, and are included in unearned member contributions in the accompanying balance sheets.

Concentrations of Credit Risk

All written and surplus contributions are received from cities and municipalities in the State of Ohio.

Income Taxes

The Internal Revenue Service ("IRC") has determined that the Pool is performing an essential governmental function within the provisions of IRC Section 115 and while the Pool files a tax return as an unincorporated association, the Pool qualifies as a non-taxable entity.

Ohio Municipal Joint Self-Insurance Pool

Notes to Financial Statements

December 31, 2009 and 2008

2. Cash and Cash Equivalents

Cash and cash equivalents represent demand deposits and short term investments held in three accounts at a commercial bank. Custodial credit risk is the risk that depositor's funds may be lost in the event of a bank failure. Interest bearing deposits at the Association's financial institution are insured by the Federal Deposit Insurance Corporation up to \$250,000 and non-interest bearing deposits are insured on an unlimited basis. At December 31, 2009 and 2008, the Pool's uninsured cash and investment balances totaled \$644,962 and \$669,050, respectively. To limit its interest rate and credit risk, the Pool invests only in U.S. Government securities with a maturity of two years or less. The Pool has not established a limit on the amount of funds that may be invested with any one institution.

3. Administrative Services Agreement

The Pool has outsourced its administrative functions to JWF Specialty, Inc. ("JWF"), a third party administrator located in Indiana, under a service agreement effective June 2001 and renewable yearly. In accordance with the agreement, JWF performs all policy management, underwriting, billing, claims management and payment functions and financial management for the Pool, and is paid a fee based on a percentage of written contribution earned. Administrative expenses incurred in connection with this agreement totaled \$324,625 and \$366,325 for 2009 and 2008, respectively, and are included in administrator, sponsor fees and commissions in the accompanying statement of income and accumulated surplus (deficit).

4. Reinsurance

The Pool cedes portions of its gross contribution written to a reinsurer under excess reinsurance agreements in order to limit its losses. Treaty basis excess of loss contracts in-force protect the Pool against losses over the retention level; at December 31, 2009, retention levels are \$100,000 and \$150,000 for property and casualty coverages, respectively.

The effect of ceded reinsurance on certain assets, liabilities, contributions earned and losses paid at December 31 is as follows:

| | <u>2009</u> | <u>2008</u> |
|--|-------------|-------------|
| Ceded losses and loss expenses receivable | \$ 479,137 | \$ 86,344 |
| Ceded losses and loss expenses recoverable | 262,016 | 348,831 |
| Ceded unearned member contributions | 276,115 | 99,181 |
| Reinsurance expense | 989,284 | 918,237 |
| Ceded losses and loss expenses | 334,594 | 350,438 |

Ohio Municipal Joint Self-Insurance Pool

Notes to Financial Statements

December 31, 2009 and 2008

4. Reinsurance (continued)

The Pool remains liable to the extent the reinsuring companies are unable to meet their contractual obligations under reinsurance agreements.

5. Losses and Loss Adjustment Expenses Payable

The following table provides a reconciliation of the beginning and ending balances of the liability for losses and loss adjustment expenses:

| | Year ended December 31 | |
|-----------------------------|------------------------|--------------|
| | 2009 | 2008 |
| Balances at January 1 | 1,693,905 | 1,769,202 |
| Losses incurred related to: | | |
| Current year | 488,537 | 965,125 |
| Prior years | 143,603 | (60,529) |
| Total losses incurred | 632,140 | 904,596 |
| Paid related to: | | |
| Current year | 202,334 | 313,683 |
| Prior years | 1,103,285 | 666,210 |
| Total paid | 1,305,619 | 979,893 |
| Balance at December 31 | \$ 1,020,426 | \$ 1,693,905 |

Losses incurred related to prior years varies from previously estimated liabilities as the claims are ultimately settled. The changes in amounts incurred related to prior years are the result of adverse development of settled and open claims.

Losses and loss adjustment expenses payable include a reserve credit for policy deductible amounts billed to the insured. Reserve credits taken for these deductible amounts at December 31 are as follows:

| | 2009 | 2008 |
|-------------------------|------------|------------|
| Deductibles receivable | \$ 145,154 | \$ 92,396 |
| Deductibles recoverable | 279,538 | 276,989 |
| | \$ 424,692 | \$ 369,385 |

Required Supplemental Information

Ohio Municipal Joint Self-Insurance Pool

Schedule of Claims Development Information

Years Ended December 31

| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|--|-------------|-------------|-------------|-------------|-----------|-------------|-------------|-------------|-------------|-----------|
| Gross written premium | 3,073,910 | 3,169,906 | 3,326,850 | 3,807,173 | 3,644,655 | 3,761,688 | 3,217,139 | 3,073,871 | 2,571,751 | 2,278,626 |
| Earned revenue | 4,007,758 | 3,198,012 | 3,974,169 | 4,285,399 | 4,350,027 | 4,302,874 | 3,997,908 | 3,741,221 | 3,065,255 | 2,574,505 |
| less ceded | (1,113,439) | (1,058,844) | (1,555,809) | (1,359,132) | (870,170) | (1,222,857) | (1,229,724) | (1,108,456) | (1,101,106) | (989,284) |
| Net earned | 2,894,319 | 2,139,168 | 2,418,360 | 2,926,267 | 3,479,857 | 3,080,017 | 2,768,184 | 2,632,765 | 1,964,149 | 1,585,221 |
| Non-claim expenses | 1,144,182 | 959,074 | 1,080,899 | 1,138,677 | 1,098,568 | 1,178,139 | 1,098,603 | 971,704 | 849,789 | 737,208 |
| Paid losses and loss adjustment expenses (cumulative) as of: | | | | | | | | | | |
| End of policy year | 529,137 | 380,521 | 540,822 | 516,398 | 350,663 | 261,280 | 301,512 | 289,907 | 313,683 | 202,334 |
| End of first year | 851,097 | 466,916 | 1,002,509 | 909,990 | 837,237 | 504,319 | 862,850 | 783,335 | 566,328 | |
| End of second year | 1,402,736 | 696,073 | 1,423,850 | 1,233,995 | 1,177,616 | 761,828 | 1,182,898 | 1,065,888 | | |
| End of third year | 1,656,137 | 885,332 | 1,916,224 | 1,602,973 | 1,584,181 | 864,730 | 1,408,400 | | | |
| End of fourth year | 1,685,393 | 996,325 | 2,006,572 | 1,723,526 | 1,613,412 | 952,963 | | | | |
| End of fifth year | 1,873,025 | 1,003,677 | 2,092,786 | 1,747,399 | 1,699,247 | | | | | |
| End of sixth year | 1,881,892 | 1,003,677 | 2,099,967 | 1,749,652 | | | | | | |
| End of seventh year | 1,888,997 | 1,003,677 | 2,104,498 | | | | | | | |
| End of eighth year | 1,889,153 | 1,003,677 | | | | | | | | |
| End of ninth year | 1,889,153 | | | | | | | | | |
| Re-estimated ceded claims and expenses | 393,613 | 512,593 | 928,273 | 66,219 | - | - | - | - | - | - |
| Incurred loss and loss adjustment expenses: | | | | | | | | | | |
| End of policy year | 673,337 | 625,815 | 1,093,747 | 951,758 | 723,833 | 690,889 | 587,713 | 857,362 | 606,964 | 372,932 |
| End of first year | 1,196,415 | 699,010 | 1,528,013 | 1,228,502 | 1,108,473 | 1,029,954 | 1,130,243 | 1,421,243 | 728,009 | |
| End of second year | 1,677,848 | 938,021 | 1,908,968 | 1,617,725 | 1,543,796 | 1,198,660 | 1,460,634 | 1,537,522 | | |
| End of third year | 1,811,541 | 974,804 | 2,042,818 | 1,774,158 | 1,762,799 | 1,005,804 | 1,510,576 | | | |
| End of fourth year | 1,796,965 | 1,016,261 | 2,116,469 | 1,803,864 | 1,721,656 | 1,073,559 | | | | |
| End of fifth year | 1,876,378 | 1,012,605 | 2,106,115 | 1,786,680 | 1,741,764 | | | | | |
| End of sixth year | 1,931,064 | 1,003,677 | 2,113,008 | 1,749,652 | | | | | | |
| End of seventh year | 1,888,997 | 1,003,677 | 2,106,508 | | | | | | | |
| End of eighth year | 1,889,497 | 1,033,677 | | | | | | | | |
| End of ninth year | 1,889,153 | | | | | | | | | |
| Increase in estimated incurred loss and loss adjustment expenses from end of policy year | 1,216,160 | 377,862 | 1,019,261 | 834,922 | 997,823 | 314,915 | 872,921 | 563,881 | 121,045 | |

See accompanying independent auditors report.



Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Board of Trustees
Ohio Municipal Joint Self-Insurance Pool

We have audited the financial statements of the Ohio Municipal Joint Self-Insurance Pool as of and for the year ended December 31, 2009, and have issued our report thereon dated March 29, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Ohio Municipal Joint Self-Insurance Pool's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Pool's internal control. Accordingly, we do not express an opinion on the effectiveness of the Pool's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Ohio Municipal Joint Self-Insurance Pool's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws and regulations, noncompliance with which could have a direct and material effect of the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the board of trustees and management of the Ohio Municipal Joint Self-Insurance Pool and the Auditor of State of Ohio, and is not intended to be and should not be used by anyone other than these specified parties.

Levitt Group

March 29, 2010



Mary Taylor, CPA
Auditor of State

OHIO MUNICIPAL JOINT SELF-INSURANCE POOL

FRANKLIN COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 26, 2010**