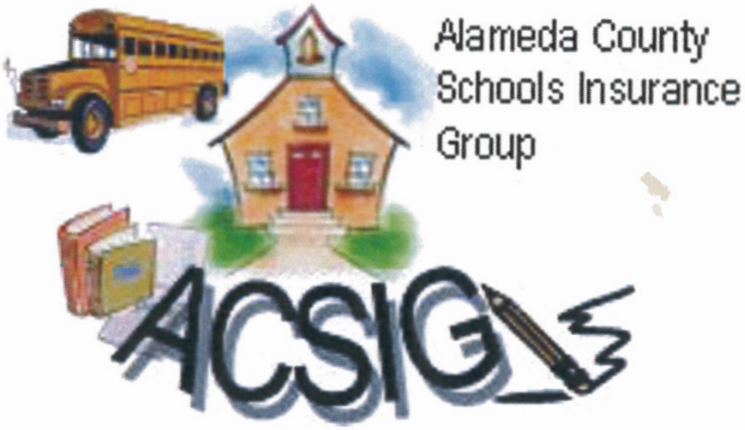


Alameda County Schools Insurance Group

Full Board Meeting

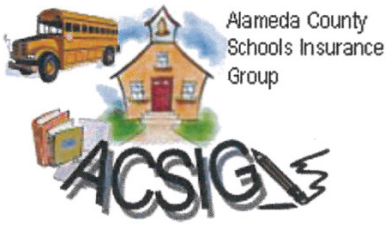
November 5, 2015

12:00PM – 3:00PM

Alameda County Office of Education

313 W. Winton Ave.

Hayward, CA 94544



Alameda County Schools Insurance Group (ACSIG)
5776 Stoneridge Mall Rd., Suite 130 Pleasanton, CA 94588

AGENDA
Full Board

Date: Thurday, November 5, 2015
Time: 12:00PM
Location: Alameda County Office of Education
313 W. Winton Ave.
Hayward, CA 94544

I. Call to order 12:00 PM

II. Roll call

Executive Committee Members

Susan Kinder	President	Livermore Valley Joint USD
Dr Candi Clark	Vice President	Castro Valley USD
Gary Jones	Board Member	Alameda County Office of Education
Shariq Khan	Board Member	Alameda Unified School District
Allan Garde	Board Member	Albany Unified School District
Beverly Heironimus	Board Member	Dublin Unified School District
Marites Fermin	Board Member	Eden Area ROP
Dora Siu	Board Member	Emery Unified School District
Raul Parungao	Board Member	Fremont Unified School District
Joyce Veasley	Board Member	Mission Valley ROP
Dina Stewart	Board Member	Mountain House Unified School District
Akur Varadarjan	Board Member	New Haven Unified School District
Bryan Richards	Board Member	Newark Unified School District
Song Chin-Bendib	Board Member	Piedmont Unified School District
Luz Càzares	Board Member	Pleasanton Unified School District
Mark Martinelli	Board Member	San Leandro Unified School District
Annette Heldman	Board Member	San Lorenzo Unified School District
Miki Whetfield	Board Member	Sunol Glen Unified School District
Julie Duncan	Board Member	Tri-Valley ROP
Kimberly Dennis	Executive Director	Alameda County Schools Insurance
Celina Flotte	Executive Assistant	Alameda County Schools Insurance
Tara Cooper-Salaiz	Guest	Keenan & Associates

Patrice Grant	Guest	Keenan & Associates
Ron Martin	Guest	Keenan & Associates
Rebecca Sekol	Guest	Keenan & Associates
John Deseck	Guest	Keenan & Associates
Laurena Grabert	Guest	SETECH
Heather Daud	Guest	Christy White & Associates

III. Acceptance of the Agenda
The Board will vote on the acceptance of the agenda.

IV. Approval of Minutes
The Board will review and approve the Executive Committee meeting minutes from May 14, 2015 and the Full Board minutes from May 21, 2015, and June 2, 2015.

General Business

V. ACSIG Staffing
Request change for COBRA Administrator position to .50 FTE. The Executive Director will review the current staffing structure and requested change.
Recommendation: For action

VI. 2014/15 Fourth Quarter Financials
Laurena Grabert from SETECH will present the 2014/15 fourth quarter financials. The Board will be asked to approve this report.
Recommendation: For action

VII. 2014/15 Audit
Heather Daud from Christy White & Associates will present the 2014/15 Audit. The Board will be asked to approve this report.
Recommendation: For action

VIII. 2015/16 First Quarter Financials
Laurena Grabert from SETECH will present the 2015/16 first quarter financials. The Board will be asked to approve to this report.
Recommendation: For action

IX. 2014/15 Fourth Quarter Investment Report
The Executive Director will present the 2014/15 fourth quarter investment report. The Board will be asked to approve this report.
Recommendation: For action

X. 2015/16 First Quarter Investment Report
The Executive Director will present the 2015/16 first quarter investment report. The Board will be asked to approve this report.
Recommendation: For action

XI. Annual Report

The Executive Director will present the 2014/15 Annual Report.
Recommendation: For discussion

XII. Introduction of New Service Team Members

- John Deseck
- Rebecca Sekol

Workers Compensation

XIII. 2015/16 Service Plan
The 2015/16 Service Plan will be reviewed by the Board.
Recommendation: For discussion

XIV. Company Nurse Update
Rebecca Sekol from Keenan will give the Executive Committee an update on the Company Nurse program.
Recommendation: For discussion

XV. Workers Compensation Claims History
The Executive Director and Keenan Associates will review a 5-year claims history report.
Recommendation: For discussion

XVI. Future Planning

XVII. Adjournment

Approval of Minutes



Alameda County Schools Insurance Group
P.O. Box 2487
Dublin, CA 94568
Phone (925) 225-1030
Fax (925) 225-0653
www.acsig.com

EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: Minutes

The Board is being asked to approve the enclosed minutes from the full Board meetings on May 21, 2015 and June 2, 2015 as well as the Executive Committee meeting of May 14, 2015.



Alameda County Schools Insurance Group (ACSIG)
5776 Stoneridge Mall Rd., Suite 130 Pleasanton, CA 94588

MINUTES
Executive Committee

Date: Thursday, May 14, 2015
Time: 9:00AM
Location: Alameda County Office of Education
313 W. Winton Ave.
Hayward, CA 94544

I. **Susan Kinder called the meeting to order at 9:05am, with a quorum of members present.**

II. **Roll call**

Executive Committee Members

Susan Kinder	President	Livermore Valley Joint USD
Candi Clark	Vice President	Castro Valley USD
Raul Parungao	Board Member	Fremont USD
Akur Varadarajan	Board Member	New Haven USD

Kimberly Dennis	Executive Director	Alameda County Schools Insurance
Desiree Endert	Admin Assistant	Alameda County Schools Insurance
Tara Cooper-Salaiz	Guest	Keenan & Associates
Patrice Grant	Guest	Keenan & Associates
Laurena Grabert	Guest	SETECH

III. **Acceptance of the Agenda**
It was moved by Akur Varadarajan and seconded by Candi Clark to approve the agenda as presented.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

IV. **Public Comment on Closed Session Agenda Items**
No public present to comment.

Closed Session
Closed session began at 9:06am.

Open Session
Open session began at 9:10am.

V. **Public Comment on Open Session Agenda Items**
No public present to comment.

VI. **Report of Action Taken in Closed Session**
It was moved by Akur Varadarajan and seconded by Candi Clark to approve settlement notifications listed below.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

Settlement Authorization
Claim Numbers: N/A

Settlement Notification
Claims Number: 427543; 430278; 430509; 444638; 455057; 459850; 460487; 466243; 467471; 471842, 496589, 472925; 477382; 482599; 488822; 490034; 491563; 493298; 496083

VII. **Approval of Minutes**
It was moved by Raul Parungao and seconded by Akur Varadarajan to approve the March 12, 2015 Executive Committee Meeting minutes as presented.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

Workers Compensation

VIII. Actuarial Study

The Executive Director presented the updated Ex-mods spreadsheet from the March 12, 2015 meeting. The spreadsheet now includes 5 years of data as per the Executive Committee's request at that meeting.

MEMBER	NEW EX-MOD 2015/2016	EX-MOD 2014/2015	EX-MOD 2013/2014	EX-MODS 2012/2013	EX-MODS 2011/2012
ACOE	0.750	0.750	0.812	0.7500	0.7500
ALAMEDA	0.993	0.929	0.948	0.8420	0.8150
ALBANY	0.901	0.951	0.942	0.7990	0.7500
CASTRO VALLEY	0.826	0.750	0.750	0.8420	0.8200
DUBLIN	0.858	0.858	0.750	0.7500	0.7500
EDEN ROP	1.018	0.973	0.750	0.9580	0.8980
EMERY	0.750	0.750	0.997	0.8000	0.8860
FREMONT	1.139	1.207	1.250	1.2500	1.2336
LIVERMORE	1.174	1.103	1.086	1.0397	0.8664
MISSION ROP	0.815	0.878	0.810	0.7500	0.7984
MT. HOUSE	1.239	1.250	1.250	1.0589	0.8824
NEWARK	1.250	1.250	1.018	0.8940	1.0030
NEW HAVEN	0.901	0.815	0.899	0.9050	0.9550
PIEDMONT	0.750	0.768	0.750	0.7500	0.7500
PLEASANTON	0.750	0.791	0.867	0.8910	0.8784
SAN LEANDRO	1.065	0.980	0.800	0.9520	0.9924
SAN LORENZO	1.133	1.221	1.210	1.2466	1.0390
SUNOL GLEN	0.763	0.750	0.750	0.7500	0.7500
TRI VALLEY ROP	1.250	1.250	1.250	1.0150	0.8930

IX. 2015/2016 Workers Compensation Rates

The Executive Director presented the Workers' Compensation Rates for the 2015/2016 program year at the March 12, 2015 Executive Committee meeting. The Executive Committee had requested a review of the past 5 years of Ex Mods factor be brought to todays meeting. There was also an adjustment to the payroll because it was calculated with the rates based upon the prior years audited payroll and PIPS is paid based upon current year estimated payroll and adjusted to current year actuals. In order to accommodate the variance in payroll between the two calculations, $1,000,000 was added. This brought the base rate to $2.90.

********** ADDED ANOTHER $500,000 FOR PAYROLL ADJUSTMENT

	2013/2014 Actual Payroll	Base Rate	Ex Mod	Rate per $100 Payroll	2015/2016 PREMIUM	2014/2015 PREMIUM
ACOE	$24,636,551	2.90	0.7500	2.18	$535,845	$ 455,568.00
ALAMEDA	$61,967,305	2.90	0.9930	2.88	$1,784,472	$ 1,361,703.00
ALBANY	$24,982,608	2.90	0.9010	2.61	$652,771	$ 556,138.00
CASTRO VALLEY	$53,460,195	2.90	0.8260	2.40	$1,280,586	$ 954,393.00
DUBLIN	$49,742,372	2.90	0.8530	2.49	$1,237,690	$ 936,199.00
EDEN ROP	$3,146,268	2.90	1.0130	2.95	$92,834	$ 71,778.00
EMERY	$6,144,058	2.90	0.7500	2.18	$133,633	$ 108,175.00
FREMONT	$137,013,408	2.90	1.1390	3.30	$6,507,748	$ 5,754,449.00
LIVERMORE	$71,551,054	2.90	1.1740	3.40	$2,436,027	$ 1,902,299.00
MISSION ROP	$4,077,930	2.90	0.8150	2.36	$96,332	$ 79,531.00
MT. HOUSE	$207,725	2.90	1.2390	3.59	$7,464	$ 6,905.00
NEWARK	$39,066,489	2.90	1.2500	3.63	$1,416,160	$ 1,160,412.00
NEW HAVEN	$76,911,670	2.90	0.9010	2.61	$2,009,625	$ 1,414,229.00
PIEDMONT	$21,060,384	2.90	0.7500	2.18	$458,063	$ 390,948.00
PLEASANTON *	$90,406,310	2.90	0.7500	2.18	$1,966,337	$ 1,685,129.00
SAN LEANDRO	$54,476,887	2.90	1.0650	3.09	$1,682,519	$ 1,246,916.00
SAN LORENZO	$65,949,277	2.90	1.1330	3.29	$2,166,805	$ 1,822,468.00
SUNOL GLEN	$1,562,931	2.90	0.7630	2.21	$34,583	$ 26,989.00
TRI VALLEY ROP	$2,552,972	2.90	1.2500	3.63	$92,545	$ 85,640.00
TOTAL PREMIUMS	$848,922,396				$24,592,230	$ 20,019,869.00
Average Ex Mod			1.00000			

Payrolls based upon 2013/2014 Unaudited Actuals Reports provided by ACOE
* includes apprentice program

Rate Build UP

PIPS K-12 Rate		2.562735 (assumes a 5% increase and no change to ex-mod)			
ACSIG Ex-mod		0.9014	2.310049329	$ 20,103,730.84	0.023681471
Claims Admin		176,000		$ 176,000.00	0.000207322
Deficit		0.35		$ 3,045,954.78	0.003588025
ACSIG Admin	$	157,375.00		$ 157,375.00	0.000185382
Self-Insurance Fee	$	246,609.00		$ 246,609.00	0.000290497
PIPS Adj	$	1,000,000.00		$ 1,000,000.00	0.001000966
				$ 24,729,669.62	0.029031606
est. 15/16 payroll	$	870,272,794.00			

It was moved by Akur Varadarajan and seconded by Candi Clark to approve the 2015/2016 Workers' Comp. Rates as presented.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

X. **Keenan TPA Agreement**

Tara Salaiz from Keenan & Associates presented the TPA agreement to the committee. Prior to July 2009 ACSIG was self-insured, self-administered. Due to claims still being open prior to that date, we have contracted with Keenan & Associates to administer those claims to maintain consistency within the claims process. The Executive Director requests that the committee agrees to continue the contract with Keenan & Associates to maintain the consistency of the program. The contract proposes no increase until the 15/16 year due to Prime increases and the contract will be brought back to the Committee at that time.
It was moved by Raul Parungao and seconded by Akur Varadarajan to approve the Keenan TPA agreement as presented.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

Dental

XI. **Dental Rates 2015/2016**

The Executive Director presented the 2015/2016 Dental rate recommendations to the Executive Committee. It is requested that this year we continue with no rate increase due to growth of 2.4% in the program. ACSIG dental pool has exceeded 90,000 lives so the administrative rate from Delta Dental has gone from 5.87% of claims to 5.86%. The Executive Director would like to maintain 0% renewal increase and issue another rebate due to the success of the program and good PR that was received with the rebate last year. The rebate benefits all members where as maintaining a flat rate only benefits the Self-Insured clients.
It was moved by Candi Clark and seconded by Raul Parungao to approve Dental Rates plus a $200,000 rebate.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

XII. **Actuarial Study-Dental**

The Executive Director presented the March 31, 2015 Actuarial study for the Dental Program. Jack Joyce of Bay Actuarial recommends a reserve of $1.716 million to meet the financial liability of the program. ACSIG currently has a reserve of $4 million.
It was moved by Raul Parungao and seconded by Candi Clark to approve the Dental Actuarial Study to the Full Board consent calendar.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

Vision

XIII. Vision Rates 2015/2016

The Executive Director presented the 2015/16 Vision rate recommendations to the committee. The program has shown 14.9% growth and continues to grow due to ACSIG allowing members to design their own custom plans in which the member (group) assumes liability for. Other programs being offered tend to be more regimented. Due to the programs growth, trends in performance, and VSP's administrative fees being reduced from 13.5% to 10.5% the Executive Director recommend a 0% fee renewal.

It was moved by Candi Clark and seconded by Raul Parungao to approve the Vision rates as presented with no increase.

Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

Property & Liability

XIV. Property & Liability Actuarial Study

The Executive Director presented the Property & Liability Actuarial Study. Based on projections Jack Joyce of Bay Actuarial estimates our reserve should be $77.2 ($77.6 undiscounted) with a discounted .5% interest.

There are only 5 members in the ACSIG pool and they attach at NCR $25,000 layer.

It was moved by Akur Varadarajan and seconded by Candi Clark to approve Property & Liability Actuarial Study to the Full Board consent calendar. .

Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

XV. Property & Liability Rates 2015/2016

The Executive Director presented the 2015/16 Property and Liability rates. ACSIG has 5 members in the Property & Liability pool, which attaches to NCR at the $25,000 SIR. In 2014/15 there were zero claims but the years before had sizable claims which have not dropped off. ACSIG's current ex-mod is 1.29 within NCR. NCR rates have increased significantly. The rates for ACSIG are currently showing a 19.5% increase. Additionally, ACSIG needs to fund a $100,000 loss fund to pay our SIR for 2 claims in Property and 2 claims in Liability along with the $12,250 safety inspection.

It was moved by Raul Parungao and seconded by Candi Clark to approve the Vision rates as presented with no increase.

Ayes: Clark, Kinder, and Parungao.
Nays: None
Abstain: Varadarajan

2015/2016 estimated Property & Liability Program Rates

ACSIG		Property	Liability	Total
	ACOE	$30,081	$33,083	$63,164
	Albany	$74,074	$171,855	$245,929
	Dublin	$189,276	$367,949	$557,226
	Emery	$15,107	$31,476	$46,583
	Piedmont	$72,564	$120,865	$193,429
ACSIG TOTAL		$381,102	$725,229	$1,106,331

$50,000 loss fund funding included for Property
$50,000 loss funding included for Liability
Safety Inspection fee of $12, 250 Included

General

XVI. **Third Quarter Financial Report**
Laurena Grabert from SETECH presented the 2014/2015 third quarter financials report.

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Position
Consolidated
As of 06/30/2014 and 03/31/2015

	Audited As of 06/30/2014	Activity 07/01/2013 - 03/31/2015	Unaudited As of 03/31/2015
Assets:			
Current Assets			
Workers Compensation	$ 5,777,645	1,622,698	$ 7,400,343
Dental	4,274,869	(1,957,184)	2,317,685
Vision	981,887	30,521	1,012,408
Property and Liability	733,370	168,123	901,493
Operations	423,786	(95,183)	328,603
Cash and Cash Equivalents	$ 12,191,557	(231,025)	$ 11,960,532
Investments Morgan Stanley - current	761,402	(138,099)	623,303
Accounts Receivable	6,023,369	108,205	6,132,074
Prepaid Expense	--	--	--
Interfund Receivable/(payable) (1)	--	--	--
Subtotal Current Assets	18,976,328	(260,919)	18,715,909
Noncurrent Assets			
Investments @ FMV - Morgan Stanley (3)	14,664,893	487,123	15,152,016
Capital - Equipment,net of depreciation	4,739	(3)	4,736
	14,669,632	487,120	15,156,752
Total Assets	$ 33,646,460	$ 226,201	$ 33,872,661
Liabilities:			
Current Liabilities			
Accounts Payable	$ 2,526,347	$ 1,496,581	$ 4,022,928
Prefunding deposits (2)	3,116,431	--	3,116,431
Advance Contributions	--	--	--
Current Portion of claims and claim adjustment	4,080,459	(696,938)	3,383,521
Subtotal Current Liabilities	9,723,237	799,643	10,522,880
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	22,841,074	(2,566,272)	20,274,802
Unallocated Loss Adjustment Expense (ULAE)	1,274,819	285,000	1,559,819
Subtotal Claim Liabilities	24,115,893	(2,281,272)	21,834,621
Total Liabilities	$ 33,839,130	$ (1,481,629)	$ 32,357,501
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	(197,409)	1,707,833	1,510,424
Designated - Capital Assets	4,739	(3)	4,736
Total Net Position	$ (192,670)	$ 1,707,830	$ 1,515,160
Total Liabilities and Ending Net Position	$ 33,646,460	$ 226,201	$ 33,872,661

Footnote:

(1) Interfund transfers net to zero on consolidated financial statements. This is a internal function used to transfer or allocate expense and income from one program to another without transfer of cash.
(2) Estimated six weeks of dental claims funded by each member to maintain positive cash flow.
(3) Morgan Stanley Smith Barney Investment shown at Fair Market Value, accured interest shown as accounts receivable.

Alameda County Schools Insurance Group (ACSIG)
Consolidated
Statement of Revenues, Expenditures and Changes in Net Position
For The Nine Months Ended 03/31/2015

	Cash Activity 07/01/2014 03/31/2015	Allocations	Change in Accruals	Balance Year to Date	2014/2015 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2014				$ (192,670)			
Beginning Cash	$ 27,617,852				$ (192,670)		
Operating Revenue:							
Premiums Paid by Member	$ 103,568,118	$ (35,131)	$ 134,085	$ 103,702,203	$ 128,003,769	$ (24,301,566)	81.01 %
Total Operating Revenue	103,568,118	(35,131)	134,085	103,702,203	128,003,769	(24,301,566)	81.01
Operating Expenditures:							
Classified Salaries	130,871	--	(10,843)	120,028	169,000	(48,972)	71.02
Statutory Benefits	50,994	--	--	50,994	58,517	(7,523)	87.00
Health & Welfare	17,720	--	--	17,720	20,992	(3,272)	84.41
Employee Tax Expense	39,292	--	--	39,292	57,561	(18,269)	68.26
Telephone & Internet	3,646	--	(603)	3,043	8,000	(4,957)	38.04
Supplies Office	2,560	--	--	2,560	20,000	(17,440)	12.80
Supplies - Other	2,793	--	--	2,793	5,500	(2,707)	50.78
Eligibility Processing	137,004	--	--	137,004	180,000	(42,996)	76.11
Brokerage Fees-Dental-ACSIG	190,066	--	80	190,146	258,000	(67,854)	73.70
Brokerage Fees-Dental-MD	201,876	--	--	201,876	185,600	16,276	109.95
Travel and Conferences	18,920	--	(931)	17,989	15,000	2,989	119.93
Mileage	5,112	--	--	5,112	7,000	(1,888)	73.03
Dues & Memberships	835	--	--	835	1,000	(165)	83.50
Postage & Meter	1,980	--	--	1,980	5,000	(3,020)	39.60
Insurance Expense-PIPS&NCR	16,161,768	--	--	16,161,768	19,323,300	(3,161,532)	83.64
Insurance Expense-PIPS Adj	957,488	--	--	957,488	--	957,488	--
Utility - Operating-Rent	59,985	(35,131)	--	24,854	25,000	(146)	99.42
Advertising	--	--	--	--	--	--	--
Contract Services	7,900	--	--	7,900	12,500	(4,600)	63.20
Contract Services -PL-Investigation	--	--	--	--	--	--	--
Contract Services	17,773	--	--	17,773	6,000	11,773	296.22
Audit Fees	11,475	--	--	11,475	15,000	(3,525)	76.50
Other Services/Operating Expenses	2,151	--	--	2,151	10,000	(7,849)	21.51
Capital Equipment/Depreciation	(3)	--	3	--	7,500	(7,500)	--
Repairs & Maintenance	948	--	--	948	2,000	(1,052)	47.40
Legal	--	--	--	--	2,000	(2,000)	--
Accounting Services	9,825	--	(3,250)	6,575	13,000	(6,425)	50.58
County Counsel	--	--	--	--	2,500	(2,500)	--
Shredding	736	--	(123)	613	1,500	(887)	40.87
Copier & Scanner	9,435	--	--	9,435	10,000	(565)	94.35
Claims Administration Services	181,817	--	(2,042)	179,775	194,000	(14,225)	92.67
Self-Insurance Fee	209,492	--	--	209,492	280,000	(70,508)	74.82
Claims Paid-WC	2,805,388	--	(113,084)	2,692,304	3,100,000	(407,696)	86.85
Claims Paid-PL	20,079	--	12,379	32,458	75,000	(42,542)	43.28
Physical Abilities Testing	8,063	--	--	8,063	5,000	3,063	161.26
Training	4,249	--	--	4,249	10,000	(5,751)	42.49
First-Aid Program	16,576	--	--	16,576	15,000	1,576	110.51
Food Service Training	--	--	--	--	10,000	(10,000)	--
Special Ed Training	--	--	--	--	20,000	(20,000)	--
Bank Charge & WC Penalty Reimb	9,262	--	--	9,262	12,000	(2,738)	77.18
Cobra Premiums	122,062	--	--	122,062	240,000	(117,938)	50.86
Dental Insurance Premiums	$0,602,273	--	1,464,373	$2,066,646	103,200,000	(21,133,354)	79.52
Vision Insurance Premiums	1,887,223	--	--	1,887,223	2,044,000	(156,777)	92.33
Claim Development Expense	--	--	(2,978,210)	(2,978,210)	(2,810,000)	(168,210)	105.99
ACA Fees	--	--	--	--	--	--	--
Total Operating Expenditures	103,909,634	(35,131)	(1,632,251)	102,242,252	126,814,370	(24,572,118)	80.62 %
Net Increase/(Decrease) from Operations	(341,516)	--	1,766,336	1,459,951	1,189,199	270,752	%
Non Operating Income/(Expense)							
Interest Income	419,657	--	(211,636)	208,021	265,750	(57,729)	78.28
Net Increase/(Decrease) in Fair Value	30,968	--	--	30,968	--	30,968	--
Realized Gain/(Loss) on Investments	8,390	--	--	8,390	--	8,390	--
Interfund Trans, Other Inc/Exp	--	--	--	--	33,450	(33,450)	--
Total Non Operating Income/(Expense)	459,515	--	(211,636)	247,379	299,200	(51,821)	82.68 %
Ending Cash	$ 27,735,851	--					
Net Increase/(Decrease) in Net Position		$ --	$ 1,554,700	1,707,330	$ 1,488,399	$ 219,431	%
Unaudited - Ending Net Position, as of 03/31/2015				$ 1,515,160	$ 1,295,729	$ 219,431	

XVII. Third Quarter Investment Report

The Executive Director reviewed the 2014/15 third quarter investment report with the Executive Committee.

Change in Value and Dollar Weighted Return % (Net of fees)
Date of Report 12/31/14
Inception date 07/12/10
Beginning Total Value $9,999,850.00
Net Contributions/Withdrawals $5,033,025.75
Appreciation + Income $756,482.16
Total Ending Value $15,789,357.91
Current Quarter 0.37%
Year to Date 1.02%
Since Inception (annualized % per year) 1.24%

Historical Time Weighted Return % (Net of fees)
Last 3 Years (annualized % per year) 1.14%
Last 5 Years (annualized % per year) -
Year 2010 0.29%
Year 2011 1.91%
Year 2012 2.44%
Year 2013 -0.03%
Year 2014 1.01%
Corporate bonds as percentage of portfolio 28.87%

XVIII. 2015/2016 Budget

The Executive Director reviewed the 2015/16 Budget with the requested Workers Compensation changes.

Alameda County Schools Insurance Group (ACSIG)
Consolidated
2015/2016 Budget

	Budget 2015/2016	A Projections	Change in Accruals	Actuals As of 12/31/14	2015/2016 Budget	2014/2015 Budget
Audited - Beginning Net Position, as of 07/01/2014				$ [illegible]		
Beginning Cash	$ [illegible]				$ [illegible]	$ [illegible]
Operating Revenue:						
Premium Paid by Members	$ [illegible]	$ -	$ -	$ [illegible]	$ [illegible]	$ [illegible]
Total Operating Revenue	[illegible]	-	-	[illegible]	[illegible]	[illegible]
Operating Expenditures:						
Classified Salaries	221,143			221,143	221,143	160,000
Statutory Benefits	79,546			79,546	79,546	50,317
Health & Welfare	99,000			99,000	99,000	85,892
Employee Tax Expense	67,958			67,958	67,958	57,343
Telephone & Internet	10,500			10,500	10,500	8,000
Supplies Office	10,500	-	-	10,500	10,500	20,000
Supplies - Other	10,500	-	-	10,500	10,500	5,500
Eligibility Processing	185,808	-	-	185,808	185,808	140,700
Brokerage Fees Dental ACSIG	264,000	-	-	264,000	264,000	258,000
Brokerage Fees Dental NET	276,000	-	-	276,000	276,000	183,600
Travel and Conferences	19,500			19,500	19,500	15,000
Mileage	7,350	-	-	7,350	7,350	7,000
Dues & Memberships	1,500	-	-	1,500	1,500	1,000
Postage & Meter	2,750	-	-	2,750	2,750	5,000
Insurance Expense-PHP&NFP	21,125,746	-	-	21,125,746	21,125,746	19,323,600
PHN payroll allowance	600,000			600,000	600,000	
Utility - Operating Rent	27,648	-	-	27,648	27,648	25,000
Advertising	2,100	-	-	2,100	2,100	-
Contract Services	19,025		-	19,025	19,025	12,500
Contract Services PH - Investigative	-	-	-	-	-	-
Contract Services PH - Legal	10,000		-	10,000	10,000	6,500
Audit Fees	16,350		-	16,350	16,350	15,000
Other Services - Operating Expenses	7,125		-	7,125	7,125	10,000
Capital Equipment: Depreciation	5,250		-	5,250	5,250	5,000
Repairs & Maintenance	5,250		-	5,250	5,250	2,000
Legal	5,250		-	5,250	5,250	2,000
Accounting Services	15,750		-	15,750	15,750	13,000
County Charges	3,675		-	3,675	3,675	2,500
Shredding	2,100		-	2,100	2,100	1,500
Copier & Scanner	13,000		-	13,000	13,000	10,000
Claims Administration Services	193,429		-	193,429	193,429	154,000
Self Insurance Fee	246,609		-	246,609	246,609	200,000
Claims Paid-GL	4,500,000		-	4,500,000	4,500,000	3,000,000
Claims Paid-PL	100,000	-	-	100,000	100,000	75,000
Physical Abilities Testing	22,500	-	-	22,500	22,500	3,000
Training	5,000	-	-	5,000	5,000	10,000
First Aid Program	25,000	-	-	25,000	25,000	15,000
Hand Screen Training	10,000	-	-	10,000	10,000	10,000
Special Ed. Training	10,000		-	10,000	10,000	20,000
Bank Charge & WC Penalty Refnds	-	-	-	-	-	12,000
Claims Pharmacy	255,000	-	-	255,000	255,000	240,000
Dental Insurance Premiums	196,652,000	-	-	196,652,000	196,652,000	163,876,000
Vision Insurance Premiums	2,550,000	-	-	2,550,000	2,550,000	2,040,000
Claim Development Expense	(3,000,000)	-	-	(3,000,000)	(3,000,000)	(2,500,000)
Prior Year Adjustment	(50,000)	-	-	(50,000)	(50,000)	-
Total Operating Expenditures	133,974,843	-	-	133,974,843	133,974,843	127,014,570
Net Increase/(Decrease) from Operations	2,351,652	-	-	2,351,652	2,351,652	999,030
Non Operating Income/(Expense)						
Interest Income	214,250	-	-	214,250	214,250	265,750
Change in FMV	-	-	-		-	
Realized Gain (Loss)	-	-	-			
Net Interfund Transfer	-	-	-	-		33,450
Total Non-operating Income (Expense)	214,250	-	-	214,250	214,250	299,200
Ending Cash	$ [illegible]	-				
Net Increase/(Decrease) in Net Position		$ -	$ -	2,565,902	$ 2,565,902	$ 1,298,229

Budget Update Report 04/15/15 SCHEDULE Page 15

It was moved by Raul Parungao and seconded by Candi Clark to approve the 2015/2016 Budget with the $200,000 Dental rebate added.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

XIX. ACSIG Salaries & Benefit

The Executive Director presented a cost of living increase proposal for the ACSIG staff of 3%. The average from 12 settled agencies was 3.61363636%. The overall cost for this increase would total $8,632.

2014-2015 salary settlements

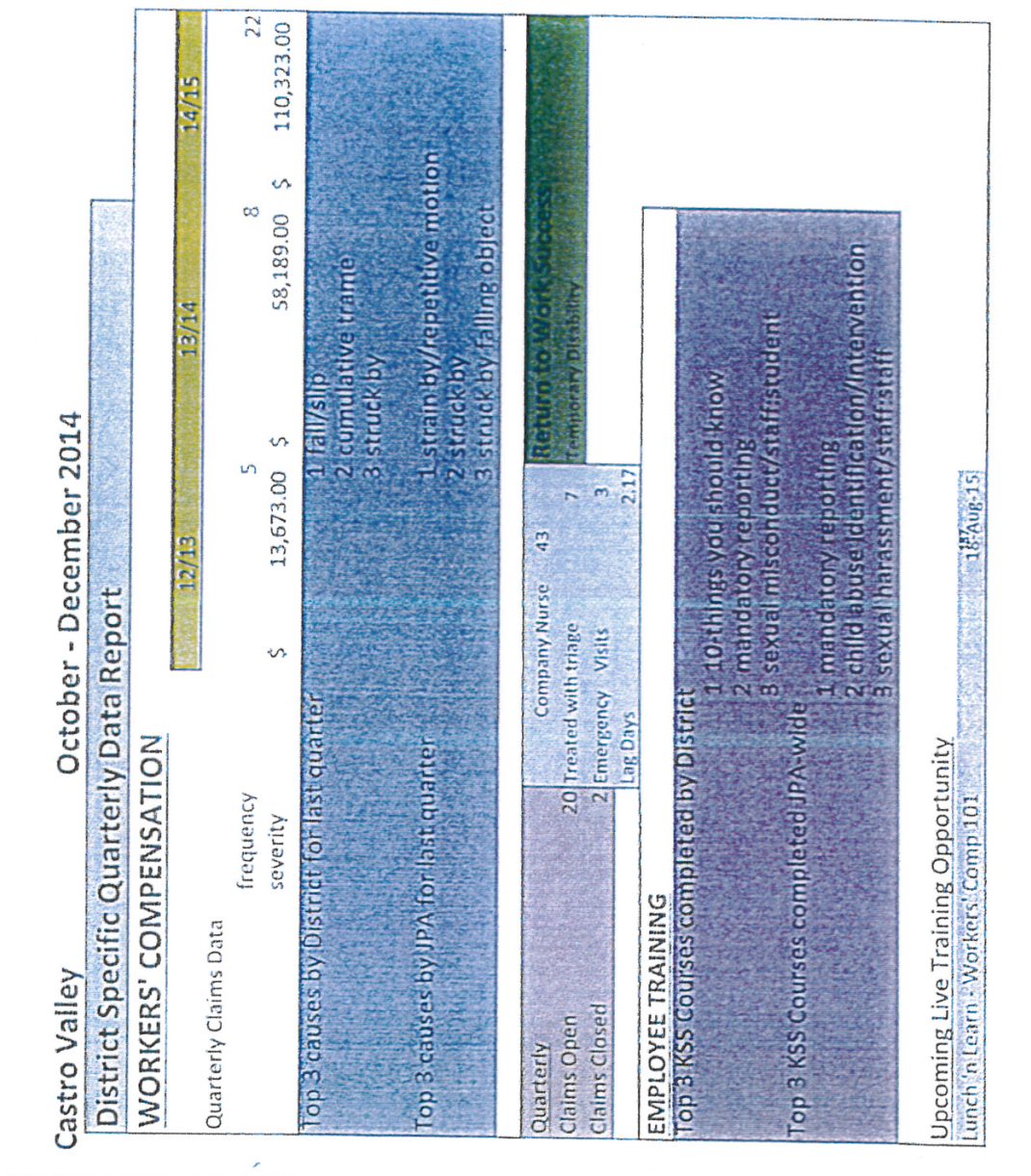
ACOE	2.5	mgmt
ALAMEDA UNIFIED	1.75	
ALBANY	not settled	
CASTRO VALLEY	5	
DUBLIN	5	
EDEN ROP	0	
EMERY	5	
FREMONT	5.9	
LIVERMORE	2.58	
MISSION VALLEY ROP		
MT HOUSE		
NEWARK	3% retro 7/1/13, 2.5% effective 4/1/14 and 1.83% effective 7/1/14	
NEW HAVEN	not settled	
PIEDMONT	3	
PLEASANTON	2%	
SAN LEANDRO		
SAN LORENZO	4.02	+ 2.02% bonus
SUNOL GLEN		
TRI VALLEY ROP		

average from 12 settled agencies 3.61363636

It was moved by Susan Kinder and seconded by Akur Varadarajan to approve the cost of living increase for ACSIG staff and added to the approved budget.
Ayes: Kinder, Parungao, and Varadarajan
Nays: None
Abstain: Clark

XX. Strategic Plan Update

The Executive Director presented an update on the status of the 2014 Strategic Plan. HR representatives requested a snapshot of how they were doing. Both the Executive Director and Tara Salaiz presented a new snapshot form to help the HR departments better understand their claims to help elicit conversations between HR and the Keenan staff. It was suggested that percentages be added to the form and colors changed to include green, red and yellow to alert areas for improvement.



The Executive Director also presented the budget comparative for multiple years as requested in previous meeting. It was requested that an additional year be added.

ACSIG BUDGET COMPARATIVE

		12-13 Actual	13-14 Actual	14-15 Budget	15-16 Budget
Revenue					
	Premiums	$132,878,170	$134,956,037	$128,003,769	$135,913,978
	Sub-Lease	$47,688	$48,956	$46,584	$47,880
	Interest	$55,246	$256,449	$265,750	$239,500
		$132,981,104	$135,261,442	$128,316,103	$136,201,358
Expenditures					
	Salaries & Benefits	$348,644	$369,290	$386,170	$406,827
	Supplies	$9,661	$11,594	$25,500	$20,669
	Rent	$85,685	$81,234	$75,360	$77,880
	Utilities	$39,178	$21,917	$21,000	$22,475
	Broker Fee	$804,317	$709,661	$621,600	$745,808
	Contracted Services	$52,766	$62,131	$55,000	$66,900
	Insurance Expense	$16,975,187	$18,121,928	$19,380,200	$21,036,983
	Claims Administration Services	$204,594	$193,805	$194,000	$193,429
	Other Services	$30,500	$27,623	$26,950	$30,750
	Equipment	$592	$11,964	$7,500	$5,250
	Premiums	$110,434,933	$108,914,692	$105,444,000	$109,437,000
	Claims Payments	$4,563,710	$5,108,456	$3,600,000	$4,100,000
	self-insurance fee	$238,133	$234,866	$280,000	$246,609
	Training	$17,917		$67,500	$72,500
	Claims Development	-$6,997,855	-$3,414,856	-$2,810,000	-$3,000,000
	WC Payroll Adjustment				$500,000
		$126,807,962	$130,454,305	$127,374,780	$133,963,080

XXI. Strategic Plan 2015

The Executive Committee decided to forego the Strategic Plan Meeting for 2015.

Administrative

XXII. Investment Policy

The Executive Committee conducted the annual review of the written investment policy and found no changes necessary.
It was moved by Akur Varadarajan and seconded by Raul Parungao to approve the Investment Policy as presented.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

XXIII. Conflict of Interest Code

The Executive Committee conducted the annual review of the Conflict of Interest policy and found no changes necessary.
It was moved by Raul Varadarajan and seconded by Candi Clark to approve the Conflict of Interest Code as presented to added to the Full Board consent calendar.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

XXIV. Authorization of Signatures

The Executive Committee conducted the annual review of the Authorization of Signatures and found no changes necessary.
It was moved by Candi Clark and seconded by Raul Parungao to approve the Investment Policy as presented to be added to the Full Board consent calendar.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

XXV. Meeting Calendar

The Executive Committee reviewed the 2015/16 draft calendar. The dates of the Full Board Meetings may change once ACOE sets the CBO meeting dates. The Strategic Planning Meeting in July will also be removed.

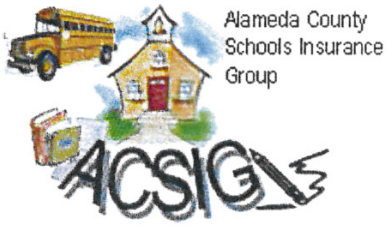
XXVI. Posting and Mailing Address

The Executive Committee conducted the annual review of the Posting and Mailing Address for ACSIG and found no changes necessary.
It was moved by Candi Clark and seconded by Raul Parungao to approve the Posting and Mailing address as presented to be added to the Full Board consent calendar.
Ayes: Clark, Kinder, Parungao, and Varadarajan
Nays: None
Abstain: None

XXVII. **Recruitment of Executive Committee Members**
The Executive Committee discussed possible Board Members for the recruitment to the Executive Committee.

XXVIII. **Future Planning**

XXIX. **The meeting was adjourned at 10:48 am by Susan Kinder.**



Alameda County Schools Insurance Group (ACSIG)
5776 Stoneridge Mall Rd., Suite 130 Pleasanton, CA 94588

MINUTES
Full Board

Date: Thursday, May 21, 2015
Time: 12:00PM
Location: Alameda County Office of Education
313 W. Winton Ave.
Hayward, CA 94544

I. The meeting was called to order by Candi Clark at 12:25 PM

II. Members present

Dr. Candi Clark	Vice President	Castro Valley USD
Teresa Kapellas	Board Member	Alameda COE
Dr. Robert Clark	Board Member	Alameda USD
Lydia Lotti	Board Member	Dublin USD
Dora Siu	Board Member	Emery USD
Raul Parungao	Board Member	Fremont USD
Akur Varadarajan	Board Member	New Haven USD
Bryan Richards	Board Member	Newark USD
Song Chin-Bendib	Board Member	Piedmont USD
Annette Heldman	Board Member	San Lorenzo USD
Julie Duncan	Board Member	Tri-Valley ROP
Kimberly Dennis	Executive Director	ACSIG
Desiree Endert	Admin Assistant	ACSIG
Ron Martin	Guest	Keenan & Associates
Tara Cooper-Salaiz	Guest	Keenan & Associates
Patrice Grant	Guest	Keenan & Associates
Tara Schilling	Guest	Keenan & Associates
Christine Garbasi	Guest	Keenan & Associates
Laurena Grabert	Guest	SETECH
Cary Allison	Guest	Morgan Stanley

III. **Acceptance of the Agenda**
It was moved by Akur Varadarajan and seconded by Song Chin-Bendib to accept the agenda as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Kapellas, Lotti, Parungao, Richards, Siu, Varadarajan,
Nays: None
Abstain: None

IV. **Public Comment on Open Session Agenda Items**
There was no public present to comment.

Consent Calendar

- **Keenan TPA Agreement**
- **PLCA Contract**
- **Executive Committee Minutes from October 30, 2014**
- **Executive Committee Minutes from January 16, 2015**
- **Executive Committee Minutes from March 12, 2015**
- **Full Board Minutes from November 6, 2014**
- **2nd Quarter Financials**
- **2nd Quarter Investment Report**
- **Investment Policy**
- **Conflict of Interest Code**
- **Authorization of Signatures**
- **Posting and Mailing Address**
- **Dental Actuarial Report**
- **Property & Liability Actuarial Report**

It was moved by Robert Clark and seconded by Akur Varadarajan to approve the consent calendar as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Kapellas, Lotti, Parungao, Richards, Siu, Varadarajan,
Nays: None
Abstain: None

General

V. **Keenan Special Recognition**
Christine Garbasi from Keenan & Associates presented Alameda County Schools Insurance Group with an Award of Excellence in recognition of one of ACSIG's districts having completed the millionth course. They recognized ACSIG's contribution to the dedication of safety and Kimberly's leadership with a $5000 check and plaque.

VI. Third Quarter Financials

Laurena Grabert from SETECH presented the 2014/2015 Third Quarter Financial statements.

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Position
Consolidated
As of 06/30/2014 and 03/31/2015

	Audited As of 06/30/2014	Activity 07/01/2013 - 03/31/2015	Unaudited As of 03/31/2015
Assets:			
Current Assets			
Workers Compensation	$ 5,777,645	1,622,698	$ 7,400,343
Dental	4,274,869	(1,957,184)	2,317,685
Vision	981,887	30,521	1,012,408
Property and Liability	733,370	168,123	901,493
Operations	423,786	(95,183)	328,603
Cash and Cash Equivalents	$ 12,191,557	(231,025)	$ 11,960,532
Investments Morgan Stanley - current	761,402	(138,099)	623,303
Accounts Receivable	6,023,869	108,205	6,132,074
Prepaid Expense	--	--	--
Interfund Receivable/(payable) (1)	--	--	--
Subtotal Current Assets	18,976,828	(260,919)	18,715,909
Noncurrent Assets			
Investments @ FMV - Morgan Stanley (3)	14,664,893	487,123	15,152,016
Capital - Equipment,net of depreciation	4,739	(3)	4,736
	14,669,632	487,120	15,156,752
Total Assets	$ 33,646,460	$ 226,201	$ 33,872,661
Liabilities:			
Current Liabilities			
Accounts Payable	$ 2,526,347	$ 1,496,581	$ 4,022,928
Prefunding deposits (2)	3,116,431	--	3,116,431
Advance Contributions	--	--	--
Current Portion of claims and claim adjustment	4,080,459	(696,938)	3,383,521
Subtotal Current Liabilities	9,723,237	799,643	10,522,880
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	22,841,074	(2,566,272)	20,274,802
Unallocated Loss Adjustment Expense (ULAE)	1,274,819	285,000	1,559,819
Subtotal Claim Liabilities	24,115,893	(2,281,272)	21,834,621
Total Liabilities	$ 33,839,130	$ (1,481,629)	$ 32,357,501
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	(197,409)	1,707,833	1,510,424
Designated - Capital Assets	4,739	(3)	4,736
Total Net Position	$ (192,670)	$ 1,707,830	$ 1,515,160
Total Liabilities and Ending Net Position	$ 33,646,460	$ 226,201	$ 33,872,661

Footnote:

(1) Interfund transfers net to zero on consolidated financial statements. This is a internal function used to transfer or allocate expense and income from one program to another without transfer of cash.
(2) Estimated six weeks of dental claims funded by each member to maintain positive cash flow.
(3) Morgan Stanley Smith Barney Investment shown at Fair Market Value, accured interest shown as accounts receivable.

Alameda County Schools Insurance Group (ACSIG)
Consolidated
Statement of Revenues, Expenditures and Changes in Net Position
For The Nine Months Ended 03/31/2015

	Cash Activity 07/01/2014 03/31/2015	Allocations	Change in Accruals	Balance Year to Date	2014/2015 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2014				$ (192,670)			
Beginning Cash	$ 27,617,852				$ (192,670)		
Operating Revenue:							
Premiums Paid by Member	$ 103,568,118	$ (35,131)	$ 134,085	$ 103,702,203	$ 128,003,769	$ (24,301,566)	81.01 %
Total Operating Revenue	103,568,118	(35,131)	134,085	103,702,203	128,003,769	(24,301,566)	81.01
Operating Expenditures:							
Classified Salaries	130,871	--	(10,843)	120,028	169,000	(48,972)	71.02
Statutory Benefits	50,994	--	--	50,994	58,617	(7,623)	87.00
Health & Welfare	17,720	--	--	17,720	20,992	(3,272)	84.41
Employer Tax Expense	39,292	--	--	39,292	57,561	(18,269)	68.26
Telephone & Internet	3,646	--	(603)	3,043	8,000	(4,957)	38.04
Supplies Office	2,560	--	--	2,560	20,000	(17,440)	12.80
Supplies - Other	2,793	--	--	2,793	5,500	(2,707)	50.78
Eligibility Processing	137,004	--	--	137,004	180,000	(42,996)	76.11
Brokerage Fees-Dental-ACSIG	190,066	--	80	190,146	258,000	(67,854)	73.70
Brokerage Fees-Dental-MD	201,876	--	--	201,876	183,600	18,276	109.95
Travel and Conferences	18,920	--	(931)	17,989	15,000	2,989	119.93
Mileage	5,112	--	--	5,112	7,000	(1,888)	73.03
Dues & Memberships	835	--	--	835	1,000	(165)	83.50
Postage & Meter	1,980	--	--	1,980	5,000	(3,020)	39.60
Insurance Expense-PIPS&NCR	16,161,768	--	--	16,161,768	19,323,300	(3,161,532)	83.64
Insurance Expense-PIPS Adj	957,488	--	--	957,488	--	957,488	--
Utility - Operating-Rent	59,985	(35,131)	--	24,854	25,000	(146)	99.42
Advertising	--	--	--	--	--	--	--
Contract Services	7,900	--	--	7,900	12,500	(4,600)	63.20
Contract Services -PL-Investigation	--	--	--	--	--	--	--
Contract Services	17,773	--	--	17,773	6,000	11,773	296.22
Audit Fees	11,475	--	--	11,475	15,000	(3,525)	76.50
Other Services/Operating Expenses	2,151	--	--	2,151	10,000	(7,849)	21.51
Capital Equipment/Depreciation	(3)	--	3	--	7,500	(7,500)	--
Repairs & Maintenance	948	--	--	948	2,000	(1,052)	47.40
Legal	--	--	--	--	2,000	(2,000)	--
Accounting Services	9,825	--	(3,250)	6,575	13,000	(6,425)	50.58
County Counsel	--	--	--	--	2,500	(2,500)	--
Shredding	736	--	(123)	613	1,500	(887)	40.87
Copier & Scanner	9,435	--	--	9,435	10,000	(565)	94.35
Claims Administration Services	181,817	--	(2,042)	179,775	194,000	(14,225)	92.67
Self-Insurance Fee	209,492	--	--	209,492	280,000	(70,508)	74.82
Claims Paid-WC	2,805,388	--	(113,084)	2,692,304	3,100,000	(407,696)	86.85
Claims Paid-PL	20,079	--	12,379	32,458	75,000	(42,542)	43.28
Physical Abilities Testing	8,063	--	--	8,063	5,000	3,063	161.26
Training	4,249	--	--	4,249	10,000	(5,751)	42.49
First-Aid Program	16,576	--	--	16,576	15,000	1,576	110.51
Food Service Training	--	--	--	--	10,000	(10,000)	--
Special Ed Training	--	--	--	--	20,000	(20,000)	--
Bank Charge & WC Penalty Reimb	9,262	--	--	9,262	12,000	(2,738)	77.18
Cobra Premiums	122,062	--	--	122,062	240,000	(117,938)	50.86
Dental Insurance Premiums	80,602,273	--	1,464,373	82,066,646	103,200,000	(21,133,354)	79.52
Vision Insurance Premiums	1,887,223	--	--	1,887,223	2,044,000	(156,777)	92.33
Claim Development Expense	--	--	(2,978,210)	(2,978,210)	(2,810,000)	(168,210)	105.99
ACA Fees	--	--	--	--	--	--	--
Total Operating Expenditures	103,909,634	(35,131)	(1,632,351)	102,242,252	126,814,570	(24,572,318)	80.62 %
Net Increase/(Decrease) from Operations	(341,516)	--	1,766,336	1,459,951	1,189,199	270,752	%
Non Operating Income/(Expense)							
Interest Income	419,657	--	(211,636)	208,021	265,750	(57,729)	78.28
Net Increase/(Decrease) in Fair Value	30,968	--	--	30,968	--	30,968	--
Realized Gain/(Loss) on Investments	8,890	--	--	8,890	--	8,890	--
Interfund Trans, Other Inc/Exp	--	--	--	--	33,450	(33,450)	--
Total Non Operating Income/(Expense)	459,515	--	(211,636)	247,879	299,200	(51,321)	82.85 %
Ending Cash	$ 27,735,851	--					
Net Increase/(Decrease) in Net Position		$ --	$ 1,554,700	1,707,830	$ 1,488,399	$ 219,431	%
Unaudited - Ending Net Position, as of 03/31/2015				$ 1,515,160	$ 1,295,729	$ 219,431	

It was moved by Raul Parungao and seconded by Bryan Richards to approve the Third Quarter Financials as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Kapellas, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

VII. Third Quarter Investment Report

Cary Allison from Morgan Stanley reviewed the 2014/15 Third Quarter Investment Report with the Board.

Change in Value and Dollar Weighted Return % (Net of fees)
Date of Report 03/31/15
Inception date 07/12/10
Beginning Total Value $9,999,850.00
Net Contributions/Withdrawals $5,033,025.75
Appreciation + Income $891,957.54
Total Ending Value $15,924.833.29
Current Quarter 0.86%
Year to Date 0.86%
Since Inception (annualized % per year) 1.36%
Historical Time Weighted Return % (Net of fees)
Last 3 Years (annualized % per year) 1.14%
Last 5 Years (annualized % per year) -
Year 2010 0.29%
Year 2011 1.91%
Year 2012 2.44%
Year 2013 -0.03%
Year 2014 1.01%
Year 2015 0.86%
Corporate bonds as percentage of portfolio 28.78%

VIII. 2015/2016 Budget

The Executive Director presented the 2015/2016 Budget to the Board. The Executive Director pointed out that in prior years ACSIG has utilized proceeds from the Dental fund to the ACSIG administrative operations. In the 2013/2014 year ACSIG conducted a time study to help determine salary, benefits and costs distribution throughout the programs. The 2015/2016 budget reflects this distribution.

Alameda County Schools Insurance Group (ACSIG)
Consolidated
2015/2016 Budget

	Budget 2015/2016	Allocations	Change in Accruals	Actuals As of 3/31/14	2015/2016 Budget	2014/2015 Budget
Audited - Beginning Net Position, as of 07/01/2014				$ (2,424,500)		
Beginning Cash	$ 16,464,312				$ (2,424,500)	$ (2,379,305)
Operating Revenue:						
Premiums Paid by Members	$ 136,326,495	$ -	$ -	$ 136,326,495	$ 136,326,495	$ 129,803,769
Total Operating Revenue	136,326,495	-	-	136,326,495	136,326,495	129,803,769
Operating Expenditures:						
Classified Salaries	221,043		-	221,043	221,043	169,380
Statutory Benefits	78,846		-	78,846	78,846	58,617
Health & Welfare	39,000		-	39,000	39,000	20,992
Employer Tax Expense	67,958		-	67,958	67,958	57,563
Telephone & Internet	10,500		-	10,500	10,500	8,000
Supplies Office	10,500	-	-	10,500	10,500	20,000
Supplies - Other	10,500	-	-	10,500	10,500	3,500
Eligibility Processing	185,808	-	-	185,808	185,808	140,000
Brokerage Fees-Dental-ACSIG	284,000	-	-	284,000	284,000	258,000
Brokerage Fees-Dental-MD	276,000	-	-	276,000	276,000	183,600
Travel and Conferences	19,500	-	-	19,500	19,500	15,000
Mileage	7,350	-	-	7,350	7,350	7,000
Dues & Memberships	1,300	-	-	1,300	1,300	1,000
Postage & Meter	2,750	-	-	2,750	2,750	5,000
Insurance Expense-PIPS&NCR	21,125,746	-	-	21,125,746	21,125,746	19,323,300
PIPS payroll adjustment	500,000			500,000	500,000	
Utility - Operating Rent	27,648	-	-	27,648	27,648	25,000
Advertising	2,100	-	-	2,100	2,100	-
Contract Services	19,025	-	-	19,025	19,025	12,500
Contract Services -PL-Investigation	-	-	-	-	-	-
Contract Services-PL-Legal	10,000		-	10,000	10,000	6,000
Audit Fees	16,350		-	16,350	16,350	15,000
Other Services/Operating Expenses	7,125		-	7,125	7,125	10,000
Capital Equipment/Depreciation	5,250		-	5,250	5,250	7,500
Repairs & Maintenance	5,250		-	5,250	5,250	2,000
Legal	5,250		-	5,250	5,250	2,000
Accounting Services	13,750		-	13,750	13,750	13,000
County Charges	3,675		-	3,675	3,675	2,500
Shredding	2,100		-	2,100	2,100	1,500
Copier & Scanner	15,000		-	15,000	15,000	10,000
Claims Administration Services	193,429		-	193,429	193,429	194,000
Self-Insurance Fee	246,609		-	246,609	246,609	298,000
Claims Paid-WC	4,000,000		-	4,000,000	4,000,000	3,100,000
Claims Paid-PL	100,000	-	-	100,000	100,000	75,000
Physical Abilities Testing	22,500	-	-	22,500	22,500	5,000
Training	5,000	-	-	5,000	5,000	10,000
First-Aid Program	25,000	-	-	25,000	25,000	15,000
Food Service Training	10,000	-	-	10,000	10,000	10,000
Special Ed Training	10,000	-	-	10,000	10,000	20,000
Bank Charge & WC Penalty Reimb	-	-	-	-	-	12,000
Cobra Premiums	235,000	-	-	235,000	235,000	240,000
Dental Insurance Premiums	106,632,000	-	-	106,632,000	106,632,000	103,493,000
Vision Insurance Premiums	2,550,000	-	-	2,550,000	2,550,000	2,044,000
Claim Development Expense	(3,000,000)	-	-	(3,000,000)	(3,000,000)	(2,850,000)
Prior Year Adjustment	(50,000)	-	-	(50,000)	(50,000)	-
Total Operating Expenditures	133,974,843	-	-	133,974,843	133,974,843	127,914,579
Net Increase/(Decrease) from Operations	2,351,652	-	-	2,351,652	2,351,652	599,190
Non Operating Income/(Expense)						
Interest Income	218,250	-	-	218,250	218,250	265,750
Change in FMV	-	-	-	-	-	-
Realized Gain/(Loss)	-	-	-	-	-	-
Net, Interfund Transfer	-	-	-	-	-	33,450
Total Non Operating Income/(Expense)	218,250	-	-	218,250	218,250	299,200
Ending Cash	$ (3,899,650)	-				
Net Increase/(Decrease) in Net Position		$ -	$ -	2,569,902	$ 2,569,902	$ 1,288,799

Exhibit C Actuarial Letter No 04/1271

SETECH - Page 1B

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It was moved by Raul Parungao and seconded by Song Chin-Bendib to approve the 2015/2016 Budget as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

Dental

IX. Dental Rates 2015/2016

The Executive Director presented the 2015/2016 Dental Rates to the Board. ACSIG will continue into 2015/2016 with no rate increase due to the growth of the program by 2.4%. Due to the ACSIG dental pool exceeding 90,000 lives, the administrative rate from Delta Dental has gone from 5.87% of claims to 5.86%. There will also be a $200,000 rebate distributed amongst the members.
It was moved by Akur Varadarajan and seconded by Annette Heldman to accept the 2015/2016 Dental Rates as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

Vision

X. Actuarial Study-Vision

The Executive Director presented the Actuarial Study for the Vision Program, which is required every 2 years. The reserve estimates went from $134,000 to $142,000, which is in line with the growth of the program. Reserves are for claims that may occur and have a financial impact on the program.
It was moved by Bryan Richards and seconded by Raul Parungao to accept the Vision Actuarial Study as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

XI. Vision Rates 2015/2016

The Executive Director presented the 2015/2016 Vision Program Rates to the Board. The program has shown 14.9% growth and continues to grow due to ACSIG allowing members to design their own custom plans in which the member (group) assumes liability for. Other programs tend to be more regimented. Due to the programs growth, trends in performance, and VSP's administrative fees being reduced 13.5% to 10.5% the 2015/2016 rates will remain flat.

It was moved by Julie Duncan and seconded Akur Varadarajan to accepted the 2015/2016 Vision Rates as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

Property & Liability

XII. Property & Liability Rates 2015/2016

The Executive Director presented the 2015/2016 Property and Liability rates. ACSIG has 5 members in the Property & Liability pool, which attaches to NCR at the $25,000 SIR. In 2014/2015 there were zero claims but the years before had sizeable claims which have not dropped off. ACSIG's current ex-mod is 1.29 within NCR. NCR rates have increased significantly. The rates for ACSIG are currently showing a 19.5% increase. Additionally, ACSIG needs to fund a $100,000 loss fund to pay the SIR for 2 claims in Property and 2 claims in Liability along with the $12,250 safety inspection.

2015/2016 estimated Property & Liability Program Rates

ACSIG	Property	Liability	Total
ACOE	$30,081	$33,083	$63,164
Albany	$74,074	$171,855	$245,929
Dublin	$189,276	$367,949	$557,226
Emery	$15,107	$31,476	$46,583
Piedmont	$72,564	$120,865	$193,429
ACSIG TOTAL	$381,102	$725,229	$1,106,331

$50,000 loss fund funding included for Property
$50,000 loss funding included for Liability
Safety Inspection fee of $12, 250 Included

It was moved by Raul Parungao and seconded by Akur Varadarajan to approve the 2015/2016 Property Liability rates as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Kapellas, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

Workers Compensation

XIII. Actuarial Study – Ultimate Loss

The Executive Director presented the February 2015 Actuarial study of the ultimate loss of the self-insured portion of the ACSIG Workers Compensation program. Bay Actuarial estimates that ACSIG's liability for unpaid losses was $25.8 million on December 31, 2014 and they project that it will be $24.9 million on June 30, 2015. The discounted estimate (1.5% interest) is $22.5 million on December 31, 2014 and $21.7 million on June 30, 2015. Claim estimates have fallen $668,000.
It was moved by moved by Teresa Kapellas and seconded by Annette Heldman to approve the Actuarial Study-Ultimate Loss and presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Kapellas, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

XIV. Actuarial Study – Ex-Mods

The Executive Director presented the February 2015 Actuarial Study that determined the 2015/2016 program year experience modification factor. Experience Modification factor takes a look at ACSIG as a whole and how each member performs within the ACSIG program. As a whole, all numbers should equal 1 due to some members performing above average and some performing below.
ACSIG as an entity approved the assumption that member will have an ex-mod below .75 and no member will have an ex-mod 1.25 to help protect one another.

MEMBER	NEW EX-MOD 2015/2016	EX-MOD 2014/2015	EX-MOD 2013/2014	EX-MODS 2012/2013	EX-MODS 2011/2012
ACOE	0.750	0.750	0.812	0.7500	0.7500
ALAMEDA	0.993	0.929	0.948	0.8420	0.8150
ALBANY	0.901	0.951	0.942	0.7990	0.7500
CASTRO VALLEY	0.826	0.750	0.750	0.8420	0.8200
DUBLIN	0.858	0.858	0.750	0.7500	0.7500
EDEN ROP	1.018	0.973	0.750	0.9580	0.8980
EMERY	0.750	0.750	0.997	0.8000	0.8860
FREMONT	1.139	1.207	1.250	1.2500	1.2336
LIVERMORE	1.174	1.103	1.086	1.0397	0.8664
MISSION ROP	0.815	0.878	0.810	0.7500	0.7984
MT. HOUSE	1.239	1.250	1.250	1.0589	0.8824
NEWARK	1.250	1.250	1.018	0.8940	1.0030
NEW HAVEN	0.901	0.815	0.899	0.9050	0.9550
PIEDMONT	0.750	0.768	0.750	0.7500	0.7500
PLEASANTON	0.750	0.791	0.867	0.8910	0.8784
SAN LEANDRO	1.065	0.980	0.800	0.9520	0.9924
SAN LORENZO	1.133	1.221	1.210	1.2466	1.0390
SUNOL GLEN	0.763	0.750	0.750	0.7500	0.7500
TRI VALLEY ROP	1.250	1.250	1.250	1.0150	0.8930

It was moved by Song Chin-Bendib and seconded by Akur Varadarajan to approve the Actuarial Study-Ex-mods as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Kapellas, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

XV. Workers Compensation Rates 2015/2016

The Executive Director presented 2015/2016 Workers Compensation rates. The base rate has increased from $2.50 to $2.90. Almost 9% of that increase is due specifically to payroll growth. 7% is due to a slight increase in PIPS rate and administrative costs now being added to the Workers Compensation program. Based upon the actuarial study, 35 cents is added per $100 of payroll towards reducing the deficit. To assist districts with budget planning, the 2015/2016 rates were based upon 2013/2014 audited payroll. But PIPS is paid based upon 2015/2016 actual payroll.

2015/2016
Workers' Compensation Rates

	2012/2013 Actual Payroll	2013/2014 Actual Payroll	Base Rate	Ex Mod	Rate per $100 Payroll	2015/2016 PREMIUM
ACOE	$24,296,949	$24,636,551	2.90	0.7500	2.18	$535,845
ALAMEDA	$58,630,906	$61,967,305	2.90	0.9930	2.88	$1,784,472
ALBANY	$23,391,712	$24,982,608	2.90	0.9010	2.61	$652,771
CASTRO VALLEY	$50,900,948	$53,460,195	2.90	0.8260	2.40	$1,280,586
DUBLIN	$43,645,636	$49,742,372	2.90	0.8580	2.49	$1,237,690
EDEN ROP	$2,950,784	$3,146,268	2.90	1.0180	2.95	$92,884
EMERY	$5,769,336	$6,144,058	2.90	0.7500	2.18	$133,633
FREMONT	$190,702,524	$197,019,408	2.90	1.1390	3.30	$6,507,748
LIVERMORE	$68,986,381	$71,551,054	2.90	1.1740	3.40	$2,436,027
MISSION ROP	$3,623,289	$4,077,930	2.90	0.8150	2.36	$96,382
MT. HOUSE	$220,969	$207,725	2.90	1.2390	3.59	$7,464
NEWARK	$37,133,179	$39,066,489	2.90	1.2500	3.63	$1,416,160
NEW HAVEN	$69,409,990	$76,911,670	2.90	0.9010	2.61	$2,009,625
PIEDMONT	$20,361,901	$21,060,384	2.90	0.7500	2.18	$458,063
PLEASANTON *	$85,215,119	$90,406,310	2.90	0.7500	2.18	$1,966,337
SAN LEANDRO	$50,894,534	$54,476,887	2.90	1.0650	3.09	$1,682,519
SAN LORENZO	$59,704,106	$65,949,277	2.90	1.1330	3.29	$2,166,895
SUNOL GLEN	$1,439,393	$1,562,931	2.90	0.7630	2.21	$34,583
TRI VALLEY ROP	$2,740,485	$2,552,972	2.90	1.2500	3.63	$92,545
TOTAL PREMIUMS	$800,018,141	$848,922,396				$24,592,230
Average Ex Mod				1.00000		

Payrolls based upon 2013/2014 Unaudited Actuals Reports provided by ACOE
* includes apprentice program

Rate Build UP

PIPS K-12 Rate		2.562735	(assumes a 5% increase and no change to ex-mod)		
ACSIG Ex-mod		0.9014	2.310049329	$ 20,103,730.84	0.023681471
Claims Admin		176,000		$ 176,000.00	0.000207322
Deficit		0.35		$ 3,045,954.78	0.003588025
ACSIG Admin	$	157,375.00		$ 157,375.00	0.000185382
Self-Insurance Fee	$	246,609.00		$ 246,609.00	0.000290497
PIPS Adj	$	1,000,000.00		$ 1,000,000.00	0.001000966
				$ 24,729,669.62	0.029031606
est. 15/16 payroll	$	870,272,794.00			

Base Rate Increase	from $2.50 to $2.90	16.00%
	increase due to payroll	8.91%
	increase due to costs	7.09%

It was moved by Akur Varadarajan and seconded by Raul Parungao to approve the 2015/2016 Workers Compensation Rates as presented.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Kapellas, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

XVI. Informational Report for Fiscal Year End

Laurena Grabert from SETECH presented the 2014/2015 Informational Report for the Fiscal Year Ended June 30, 2014. The following numbers reflect each member's portion of the unfunded liability.

Alameda County Schools Insurance Group
Workers' Compensation
Allocation Net Position - Assets/(Deficit) by Member
As of 06/30/2014

Members	Sub-Total From Page 4d	Program Years 2012/2013 Pro Rata Share %	2012/2013 Net Assets	2013/2014 Pro Rata Share %	2013/2014 Net Assets	Pro Rata Share %		Pro Rata Share %		Total
Alameda COE	$ (313,613)	2.01 %	$ 43,794	2.23 %	$ 46,823	%	$ -	%	$ -	$ (223,702)
Alameda	(1,362,589)	5.85	126,951	6.71	137,198	-	-	-	-	299,140
Albany	(373,638)	2.41	51,929	2.76	56,433	-	-	-	-	(265,276)
Castro Valley	(795,124)	5.31	114,416	4.72	96,509	-	-	-	-	(584,199)
Dublin	(274,484)	3.65	78,847	3.85	78,720	-	-	-	-	(217,117)
Eden REP	(181,067)	0.32	7,072	0.28	5,726	-	-	-	-	(167,372)
Emery	(178,364)	0.67	14,437	0.80	16,357	-	-	-	-	(147,570)
Fremont	(2,127,623)	28.80	621,852	29.82	609,724	-	-	-	-	(896,047)
Livermore	(1,156,521)	9.10	196,588	9.51	193,560	-	-	-	-	(730,581)
Mission REP	(116,788)	0.39	8,400	0.50	7,974	-	-	-	-	(100,413)
Mt. Diablo	(8,362)	0.03	646	0.04	818	-	-	-	-	(6,898)
Newark	(647,413)	4.56	97,946	4.65	95,195	-	-	-	-	(764,272)
New Haven	(1,570,553)	9.28	199,958	8.18	167,256	-	-	-	-	(1,903,349)
Piedmont	(354,353)	1.91	41,135	1.90	38,849	-	-	-	-	(274,351)
Pleasanton	(1,179,526)	9.71	209,225	9.50	194,245	-	-	-	-	(776,056)
San Leandro	(631,212)	8.13	332,084	5.15	105,301	-	-	-	-	(193,827)
San Lorenzo	(1,870,711)	9.42	202,975	9.22	188,520	-	-	-	-	(1,479,216)
Sunol Glen	(30,362)	0.13	2,801	0.13	2,658	-	-	-	-	(24,903)
Tri Valley REP	(45,771)	0.42	9,051	0.49	10,019	-	-	-	-	(26,701)
Transition Apportion	-	-	-	-	-	-	-	-	-	-
Total	$ (13,570,683)	100.00 %	$ 2,154,720	100.00 %	$ 2,044,681	%	$ -	%	$ -	$ (9,980,282)

XVII. Deficit Review

Based upon the 2014 audit report, the Workers' Compensations program had an operating deficit of $19.6 million. SETECH estimates an improvement of over $9 million to that amount bringing the total new estimate down to $6,176,693. It is projected that deficit will be eliminated in June 2017.

ADDITIONAL CONTRIBUTION RATE	$0.35
INTEREST RATE	1%
PAYROLL INFLATION	1%

START	PAYROLL ($100's)	STARTING FUNDS	ADDITIONAL CONTRIBUTION	INTEREST	YEAR END FUNDS
2011-12	$7,873,713	$0	$2,755,799	$27,558	$2,783,357
2012-13	8,000,181	2,783,357	2,800,063	55,834	5,639,255
2013-14	8,489,224	5,639,255	2,971,228	86,105	8,696,588
2014-15	8,574,116	8,696,588	3,000,941	116,975	11,814,504
2015-16	8,659,857	11,814,504	3,030,950	148,455	14,993,909
2016-17	8,746,456	14,993,909	3,061,260	180,552	18,235,720
2017-18	8,833,920	18,235,720	3,091,872	213,276	21,540,868

START	DEFICIT Projections
2007-08	-$11,665,076
2008-09	-$10,919,940
2009-10	-$19,310,026
2010-11	-$19,665,295
2011-12	-$17,007,608
2012-13	-$11,728,142
2013-14	-$9,380,282
2014-15	-$6,379,341
2015-16	-$3,348,391
2016-17	-$287,132
2017-18	$2,804,740

XVIII. 3 Year Point in Time Comparison

This report shows the frequency and severity of claims per district. This is a tool the service team uses help districts. This information is also used during file reviews with the teams at the district level.

Keenan

Point in Time Comparison Report

Superpool name : Protected Insurance Program For Schools JPA (PIPS)
Pool member : Alameda County Schools Insurance Group - PIPS
Account name :

Incident from dt : 07/01/2012
Incident to dt : 03/31/2015
Valuation dt : Mar 2013, Mar 2014, Mar 2015

Alameda County Schools Insurance Group - PIPS

Frequency and Severity

	7/1/2012 - 3/31/2013		7/1/2013 - 3/31/2014		7/1/2014 - 3/31/2015		Totals	
District Count(58)	Frequency	Severity	Frequency	Severity	Frequency	Severity	Frequency	Severity
Alameda County Office of Education	6	$17,848	6	$2,970	5	$83,238	17	$103,056
Alameda Unified School District	34	$284,936	27	$136,042	50	$443,480	111	$864,458
Albany Unified School District	13	$124,814	15	$107,073	12	$19,363	40	$251,359
Castro Valley Unified School District	18	$57,362	32	$176,596	46	$324,823	96	$558,781
Dublin Unified School District	19	$93,931	20	$40,255	25	$143,247	64	$298,380
Eden Area ROP	4	$24,995	3	$1,048	1	$1,548	7	$31,591
Emery Unified School District	4	$344	9	$55,869	1	$294	14	$57,097
Fremont Unified School District	89	$618,491	105	$1,023,709	77	$354,781	271	$2,996,981
Livermore Valley Joint Unified School District	42	$122,113	45	$536,290	35	$510,378	122	$1,169,371
Mission Valley ROP	1	$0	2	$848	0	$0	3	$848
New Haven Unified School District	46	$177,545	41	$241,657	49	$389,805	136	$729,106
Newark Unified School District	30	$156,938	55	$87,566	20	$212,222	85	$456,487
Piedmont Unified School District	5	$25,936	10	$26,828	12	$105,893	27	$158,651
Pleasanton Unified School District	35	$437,335	52	$259,503	56	$470,052	143	$1,146,950
San Leandro Unified School District	28	$117,362	33	$130,653	30	$206,817	92	$454,831
San Lorenzo Unified School District	43	$402,156	47	$221,454	51	$484,398	141	$1,107,288
Sunol Glen School District	1	$1,222	0	$0	0	$0	1	$1,222
Tri Valley Regional Occupational Program	1	$1,719	3	$1,519	1	$1,548	5	$4,586
Totals	418	$2,674,332	484	$3,343,622	473	$4,554,755	1,373	$10,278,309

Administrative

XIX. Election of Executive Committee

Due to Dr. Candi Clark, Raul Parungao and Akur Varadarajans terms expiring, the Board was asked to nominate and vote on the election of three representatives to the Executive Committee. The board will also need to elect three people to finish the 2 vacant seats and Marie DeLaCruz' terms which expire in 2016.

It was moved by Bryan Richards and seconded by Teresa Kapellas that current Executive Committee members Candi Clark, Raul Parungao and Akur Varadarajan serve another two-year term.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Kapellas, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

It was moved by Akur Varadajan and seconded by Raul Parungao to elect Luz Cázares, Annette Heldman and Allan Garde to finish the terms of the three vacant seats.
Ayes: C. Clark, R. Clark, Chin-Bendib, Duncan, Heldman, Kapellas, Lotti, Parungao, Richards, Siu, Varadarajan.
Nays: None
Abstain: None

XX. Service Team Vacancies

The Executive Director informed the board of the recent departure of Chris Stout, Loss Control and Arcenio Reyes, Claims Analyst. Keenan and ACSIG are currently conducting interviews to fill these positions.

XXI. ACSIG Salaries & Benefits

The Executive Director presented the cost of living increase proposal for the ACSIG staff. This item had to be shelved and an meeting conference call scheduled due to it being listed as an informational item.

2014-2015 salary settlements

ACOE	2.5	mgmt
ALAMEDA UNIFIED	1.75	
ALBANY	not settled	
CASTRO VALLEY	5	
DUBLIN	5	
EDEN ROP	0	
EMERY	5	
FREMONT	5.9	
LIVERMORE	2.58	
MISSION VALLEY ROP		
MT HOUSE		
NEWARK	3% retro 7/1/13, 2.5% effective 4/1/14 and 1.83% effective 7/1/14	
NEW HAVEN	not settled	
PIEDMONT	3	
PLEASANTON	2%	
SAN LEANDRO		
SAN LORENZO	4.02	+ 2.02% bonus
SUNOL GLEN		
TRI VALLEY ROP		

average from 12 settled agencies 3.61363636

XXII. Meeting Calendar

The Full Board received the draft 2015/2016 calendar with the following meeting dates.

October 29, 2015	Executive Committee	9am-noon
November 5, 2015	Joint Full Board w/HR	9am-noon
December 10, 2015	Executive Committee	9am-noon
March 10, 2016	Executive Committee	9am-noon
May 19, 2016	Executive Committee	12pm-3pm
May 26, 2016	Joint Full Board	12pm with lunch

XXIII. Special Recognition

The Executive Director presented Piedmont Business Department with a certificate for their outstanding work with Early Intervention Implementation. The Executive Director will work out a date and time with that department for a celebratory lunch.

San Leandro HR Department will also receive a certificate and celebratory lunch for their Outstanding Company Nurse Utilization.

XXIV. The meeting was adjourned by Candi Clark at 1:43pm.



Alameda County Schools Insurance Group (ACSIG)
5776 Stoneridge Mall Rd., Suite 130 Pleasanton, CA 94588

MINUTES
Full Board

Date: Tuesday, June 2, 2015
Time: 2:00 PM
Location: Conference Call
5776 Stoneridge Mall Road, Suite 130
Pleasanton, CA 94588

I. Kimberly Dennis called the meeting to order at 2:03 PM

II. Members present

Susan Kinder	President	Livermore Valley Joint USD
Dr. Robert Clark	Board Member	Alameda USD
Allan Garde	Board Member	Albany USD
Beverly Heironimus	Board Member	Dublin USD
Marites Fermin	Board Member	Eden Area ROP
Rais Abbasi	Board Member	Fremont USD
Joyce Veasley	Board Member	Mission Valley ROP
Vicki Ballard	Board Member	New Haven USD
Suzy Chan	Board Member	Pleasanton USD
Annette Heldman	Board Member	San Lorenzo USD
Miki Whetfield	Board Member	Sunol Glen USD
Julie Duncan	Board Member	Tri-Valley ROP
Kimberly Dennis	Executive Director	ACSIG
Desiree Endert	Admin Assistant	ACSIG

III. Acceptance of the Agenda
It was moved by Miki Whetfield and seconded by Annette Heldman to accept the agenda as presented.
Ayes: Abbasi, Ballard, Chan, R. Clark, Duncan, Fermin, Kinder, Garde, Heironimus, Heldman, Veasley, Whetfield.
Nays: None.
Abstain: None.

Open Session

IV. Public Comment on Open Session Agenda Items
No public present to comment.

Administrative

V. ACSIG Salaries & Benefits
The Executive Director presented a 3% cost of living increase proposal for the ACSIG staff. The total cost of the increase is $8623 annually.
It was moved by Miki Whetfield and seconded by Beverly Heironimus to approve the proposed cost of living increase as presented.
Ayes: Abbasi, Ballard, Chan, R. Clark, Duncan, Fermin, Kinder, Garde, Heironimus, Heldman, Veasley, Whetfield.
Nays: None.
Abstain: None.

VI. Kimberly Dennis adjourned the meeting at 2:07pm.

ACSIG Staffing

Alameda County Schools Insurance Group
P.O. Box 2487
Dublin, CA 94568
Phone (925) 225-1030
Fax (925) 225-0653
www.acsig.com

EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: ACSIG STAFFING

ACSIG has seen much change in the past 8 years. In order to best accommodate for changes to employee hours, we have left a 1 FTE position vacant and used another employee on a time-sheet basis. The Executive Director will review a more formal request to reduce the 1 FTE position to a .50 FTE position.

The Executive Director was reviewed with the Executive Committee. The Board will be asked to approve this staffing change.

ACSIG Staffing Request:

In 2006, ACSIG had a full time claims assistant position who worked with COBRA participants and all dental and vision billings. When we contracted with Keenan in 2008, this position continued to be an ACSIG position because the work was not a Workers' Compensation related position.

In 2008, the employee's attendance in this position became erratic and so ACSIG began using an additional person on a very part-time basis, logging her hours on a timesheet. In 2009, that permanent employee abandoned her job and we did not replace her. Instead, because we were changing so many systems and because technology was improving our processes, we simply increased the hours of the part-time person to accommodate for the need.

In 2006, ACSIG supported 18 COBRA members, 82,000 dental lives and 10 vision clients.

Today, ACSIG supports 67 COBRA members, 94,000 dental lives and 31 vision clients.

We have never replaced the full-time position nor do we need to at this time. I am requesting, however, that I create a .50 FTE . This will allow the workflow to be sufficiently managed and be equitable to our employee whose hours have steadily increased.

I appreciate your consideration of this matter.

2014/15 Fourth Quarter Financials

Alameda County Schools Insurance Group
P.O. Box 2487
Dublin, CA 94568
Phone (925) 225-1030
Fax (925) 225-0653
www.acsig.com

EXECUTIVE SUMMARY

TO: ACSIG Board

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: 2014/2015 Fourth Quarter Financials

ACSIG partners with SETECH for financial services support. Enclosed are the 2014/2015 Fourth Quarter financial statements for review. These financial statements reflect the 2013/2014 audited, annual balances. ACSIG is very pleased with the services of SETECH and validates the accuracy of these financial statements.

A representative from SETECH will review the financial statements with the Board. The Board will be asked to approve this report.

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP

TREASURER'S REPORT

AS OF JUNE 30, 2015 AND FOR THE FISCAL YEAR THEN ENDED

As mandated by Section 53646 of the California Government Code, Alameda County Schools Insurance Group is required to disclose that it is able to meet its pool's expenditure requirements for the next six months and is in complete compliance with the current Investment Policy as of the date of this report.



President

SETECH (Service Enhancement Technologies)

Client Confidential Use Only

SETECH
A Keenan Solution

Innovative Solutions. Enduring Principles.

License No. 0451271

For the Executive Committee Meeting of October 29, 2015

Alameda County Schools Insurance Group (ACSIG)

Table of Contents

	Page
Distribution and Use of Report	I
Financial Statements by Program:	
By Program:	
Consolidated	1
Workers Compensation	2
Dental	3
Vision	4
Property and Liability	5
Operations	6
A) Statement of Net Position	
As of 06/30/2014 and 06/30/2015	
B) Statement of Revenues, Expenditures and Changes in Net Position	
Adopted Budget Versus Actual	
For The Fiscal Year Ended 06/30/2014 and 06/30/2015 -	
Schedule of Discounted Claim Liabilities	
For The Fiscal Year Ended 06/30/2014 and 06/30/2015 -	
Workers Compensation	7, 7A, 7B
Property Liability	8

Distribution and Use of Report

This financial management information report (Report) prepared by Service Enhancement Technologies (SETECH), a Division of Keenan & Associates, is intended solely for internal use by the Authority's Officers, Board Members, Advisory Committee Members, and for internal decision making purposes only in regards to the Authority's insurance program.

SETECH makes no representations or warranties regarding the use of this Report for any other purpose other than for the Authority's insurance program. The official version of the Report is finalized only upon approval by the Authority's Board of Directors and/or Advisory Committee in accordance with the Authority's Agreement and Bylaws following presentation by SETECH or Keenan & Associates. We understand that members may wish to provide a copy of this Report to auditors and regulatory authorities on the conditions that:

A) The official approved Report is used,

B) The entire Report be distributed rather than any excerpts,

C) All recipients be made aware that a SETECH staff member is available to answer any questions regarding the contents of the Report,

D) The recipients recognize that the furnishing of this Report is not a substitute for their own due diligence, and they place no undue reliance on the Report or the data for purposes other than for which it was created. No creation of any duty or liability of SETECH to the recipient is owed if the Report is used for purposes other than for which it was created.

SETECH may utilize actuarial projections as an integral component of this Report, as provided by the Authority's actuary and in the case of some Benefit Groups, by a staff member of the Keenan & Associates Technical Department. We may also rely upon financial data provided by the Authority's Treasurer, Accountant or County Office of Education. We have not audited this data and are not responsible for its accuracy. With any financial analysis, the accuracy and relevance of the conclusions as well as the reasonableness of the recommendations depend upon the accuracy and relevance of the underlying data. Financial information provided in this Report is subject to an annual independent financial audit.

SETECH strives to maintain the strictest confidentiality of any information for our clients. The pages of this Report indicate that the information contained in the Report is for "Client Confidential Use Only." This indicates that SETECH will only disclose information contained in these Reports to our intended clients, their members or their contracted parties.

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Position
Consolidated
As of 06/30/2014 and 06/30/2015

	Audited As of 06/30/2014	Activity 07/01/2013 - 06/30/2015	Audited As of 06/30/2015
Assets:			
Current Assets			
Workers Compensation	$ 5,777,645	(447,910)	$ 5,329,735
Dental	4,274,869	(1,678,742)	2,596,127
Vision	981,887	246,696	1,228,583
Property and Liability	733,370	401,852	1,135,222
Operations	423,786	(134,304)	289,482
Cash and Cash Equivalents	$ 12,191,557	(1,612,408)	$ 10,579,149
Investments Morgan Stanley - current	761,402	(153,295)	608,107
Accounts Receivable	6,023,869	(441,816)	5,582,053
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable) (1)	- -	- -	- -
Subtotal Current Assets	18,976,828	(2,207,519)	16,769,309
Noncurrent Assets			
Investments @ FMV - Morgan Stanley (3)	14,664,893	468,575	15,133,468
Capital - Equipment,net of depreciation	4,739	(592)	4,147
	14,669,632	467,983	15,137,615
Total Assets	**$ 33,646,460**	**$ (1,739,536)**	**$ 31,906,924**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 2,526,347	$ 195,229	$ 2,721,576
Prefunding deposits (2)	3,116,431	- -	3,116,431
Advance Contributions	- -	- -	- -
Current Portion of claims and claim adjustment	4,080,459	(414,718)	3,665,741
Subtotal Current Liabilities	9,723,237	(219,489)	9,503,748
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	22,841,074	(3,254,949)	19,586,125
Unallocated Loss Adjustment Expense (ULAE)	1,274,819	285,000	1,559,819
Subtotal Claim Liabilities	24,115,893	(2,969,949)	21,145,944
Total Liabilities	$ 33,839,130	$ (3,189,438)	$ 30,649,692
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	(197,409)	1,450,494	1,253,085
Designated - Capital Assets	4,739	(592)	4,147
Total Net Position	$ (192,670)	$ 1,449,902	$ 1,257,232
Total Liabilities and Ending Net Position	**$ 33,646,460**	**$ (1,739,536)**	**$ 31,906,924**

Footnote:

(1) Interfund transfers net to zero on consolidated financial statements. This is a internal function used to transfer or allocate expense and income from one program to another without transfer of cash.
(2) Estimated six weeks of dental claims funded by each member to maintain positive cash flow.
(3) Morgan Stanley Smith Barney Investment shown at Fair Market Value, accured interest shown as accounts receivable.

Alameda County Schools Insurance Group (ACSIG)
Consolidated
Statement of Revenues, Expenditures and Changes in Net Position
For The Fiscal Year Ended 06/30/2015

	Cash Activity 07/01/2014 06/30/2015	Allocations	Change in Accruals	Balance Year to Date	2014/2015 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2014				$ (192,670)			
Beginning Cash	$ 27,617,852				$ (192,670)		
Operating Revenue:							
Premiums Paid by Members	$ 136,466,971	$ (42,938)	$ (266,012)	$ 136,200,959	$ 128,003,769	$ 8,197,190	106.40 %
Total Operating Revenue	136,466,971	(42,938)	(266,012)	136,200,959	128,003,769	8,197,190	106.40
Operating Expenditures:							
Classified Salaries	182,705	- -	367	183,072	169,000	14,072	108.33
Statutory Benefits	67,325	- -	3,869	71,194	58,617	12,577	121.46
Health & Welfare	23,465	- -	- -	23,465	20,992	2,473	111.78
Employer Tax Expense	55,330	- -	- -	55,330	57,561	(2,231)	96.12
Telephone & Internet	4,776	- -	(528)	4,248	8,000	(3,752)	53.10
Supplies Office	3,883	- -	430	4,313	20,000	(15,687)	21.57
Supplies - Other	3,113	- -	- -	3,113	5,500	(2,387)	56.60
Eligibility Processing	183,480	- -	- -	183,480	180,000	3,480	101.93
Brokerage Fees-Dental-ACSIG	253,091	- -	483	253,574	258,000	(4,426)	98.28
Brokerage Fees-Dental-MD	275,372	- -	- -	275,372	183,600	91,772	149.98
Travel and Conferences	22,343	- -	(141)	22,202	15,000	7,202	148.01
Mileage	6,406	- -	- -	6,406	7,000	(594)	91.51
Dues & Memberships	835	- -	- -	835	1,000	(165)	83.50
Postage & Meter	5,533	- -	- -	5,533	5,000	533	110.66
Insurance Expense-PIPS&NCR	19,227,709	- -	- -	19,227,709	19,323,300	(95,591)	99.51
Insurance Expense-PIPS Adj	957,488	- -	- -	957,488	- -	957,488	- -
Utility - Operating-Rent	72,925	(42,938)	- -	29,987	25,000	4,987	119.95
Advertising	- -	- -	- -	- -	- -	- -	- -
Contract Services	12,300	5,000	- -	17,300	12,500	4,800	138.40
Contract Services -PL-Investigation	- -	- -	- -	- -	- -	- -	- -
Contract Services	21,676	- -	- -	21,677	6,000	15,677	361.28
Audit Fees	12,750	- -	- -	12,750	15,000	(2,250)	85.00
Other Services/Operating Expenses	3,525	- -	- -	3,525	10,000	(6,475)	35.25
Capital Equipment/Depreciation	- -	- -	592	592	7,500	(6,908)	7.89
Repairs & Maintenance	948	- -	- -	948	2,000	(1,052)	47.40
Legal	- -	- -	- -	- -	2,000	(2,000)	- -
Accounting Services	19,800	- -	(3,250)	16,550	13,000	3,550	127.31
County Courier	- -	- -	- -	- -	2,500	(2,500)	- -
Shredding	967	- -	87	1,054	1,500	(446)	70.27
Copier & Scanner	11,784	- -	728	12,512	10,000	2,512	125.12
Claims Administration Services	178,485	- -	(1,752)	176,733	194,000	(17,267)	91.10
Self-Insurance Fee	209,492	- -	- -	209,492	280,000	(70,508)	74.82
Claims Paid-WC	3,614,737	- -	(167,289)	3,447,448	3,100,000	347,448	111.21
Claims Paid-PL	50,341	- -	8,105	58,446	75,000	(16,554)	77.93
Physical Abilities Testing	10,010	- -	1,225	11,235	5,000	6,235	224.70
Training	4,400	- -	- -	4,400	10,000	(5,600)	44.00
First-Aid Program	20,103	- -	1,590	21,692	15,000	6,692	144.61
Food Service Training	- -	- -	- -	- -	10,000	(10,000)	- -
Special Ed Training	- -	- -	- -	- -	20,000	(20,000)	- -
Bank Charge & WC Penalty Reimb	9,081	- -	- -	9,081	12,000	(2,919)	75.68
Cobra Premiums	174,681	- -	- -	174,681	240,000	(65,319)	72.78
Dental Insurance Premiums	110,189,554	- -	183,018	110,372,572	103,200,000	7,172,572	106.95
Vision Insurance Premiums	2,441,846	- -	9,583	2,451,429	2,044,000	407,429	119.93
Claim Development Expense	- -	- -	(3,384,667)	(3,384,667)	(2,810,000)	(574,667)	120.45
ACA Fees	- -	- -	- -	- -	- -	- -	- -
Total Operating Expenditures	138,332,259	(37,938)	(3,347,551)	134,946,771	126,814,570	8,132,201	106.41 %
Net Increase/(Decrease) from Operations	(1,865,288)	(5,000)	3,081,539	1,254,188	1,189,199	64,989	%
Non Operating Income/(Expense)							
Interest Income	323,894	- -	(42,863)	281,027	265,750	15,277	105.75
Net Increase/(Decrease) in Fair Value	(2,610,082)	- -	2,500,000	(110,082)	- -	(110,082)	- -
Realized Gain/(Loss) on Investments	24,769	- -	- -	24,769	- -	24,769	- -
Interfund Trans, Other Inc/Exp	2,829,579	- -	(2,829,579)	- -	33,450	(33,450)	- -
Total Non Operating Income/(Expense)	568,160	- -	(372,442)	195,714	299,200	(103,486)	65.41 %
Ending Cash	$ 26,320,724	(5,000)					
Net Increase/(Decrease) in Net Position		$ (5,000)	$ 2,709,097	1,449,902	$ 1,488,399	$ (38,497)	%
Audited - Ending Net Position, as of 06/30/2015				**$ 1,257,232**	**$ 1,295,729**	**$ (38,497)**	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Workers' Compensation
As of 06/30/2014 and 06/30/2015

	Audited As of 06/30/2014	Activity 07/01/2013 - 06/30/2015	Audited As of 06/30/2015
Assets:			
Current Assets			
Funds with County - WC - #44906	$ 1,340,200	7,576	$ 1,347,776
Funds in Transit - #44906 to Morgan Stanley Investments	- -	- -	- -
Funds with County - Retention Fund #44904	56,314	(38,974)	17,340
Union Bank Claims - #0129	205,625	32,975	238,600
Union Bank Claims Trust Account - #0600	832,829	(357,045)	475,784
Local Agency Investment Funds (L.A.I.F.)	3,137,819	7,672	3,145,491
Money Market - Morgan Stanley	204,858	(100,114)	104,744
Cash and Cash Equivalents	$ 5,777,645	(447,910)	$ 5,329,735
Investments Morgan Stanley - current	761,402	(153,295)	608,107
Accounts Receivable	285,993	(187,992)	98,001
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable)	1,777,763	(2,673,046)	(895,283)
Subtotal Current Assets	8,602,803	(3,462,243)	5,140,560
Noncurrent Assets			
Investments Morgan Stanley	8,412,431	2,970,742	11,383,173
Capital - Equipment,net of depreciation	- -	- -	- -
	8,412,431	2,970,742	11,383,173
Total Assets	**$ 17,015,234**	**$ (491,501)**	**$ 16,523,733**
Liabilities:			
Current Liabilities			
Accounts Payable	$ - -	$ 2,815	$ 2,815
Prefunding deposits	- -	- -	- -
Advance Contributions	- -	- -	- -
Current Portion of claims and claim adjustment	2,420,000	(628,000)	1,792,000
Subtotal Current Liabilities	2,420,000	(625,185)	1,794,815
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	22,751,516	(3,183,998)	19,567,518
Unallocated Loss Adjustment Expense (ULAE)	1,224,000	285,000	1,509,000
Subtotal	23,975,516	(2,898,998)	21,076,518
Total Liabilities	$ 26,395,516	$ (3,524,183)	$ 22,871,333
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	(9,380,282)	3,032,682	(6,347,600)
Designated - Capital Assets	- -	- -	- -
Total Net Position	$ (9,380,282)	$ 3,032,682	$ (6,347,600)
Total Liabilities and Ending Net Position	**$ 17,015,234**	**$ (491,501)**	**$ 16,523,733**

Alameda County Schools Insurance Group (ACSIG)
Workers' Compensation
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Fiscal Year Ended 06/30/2015

	Cash Activity 07/01/2014 06/30/2015	Allocations	Change in Accruals	Balance Year to Date	2014/2015 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2014				$ (9,380,282)			
Beginning Cash and Investments	$ 14,951,478				$ (9,380,282)		
Operating Revenue:							
Premiums Paid by Members	$ 20,019,868	$ --	$ --	$ 20,019,868	$ 20,019,868	$ --	100.00 %
Total Operating Revenue	20,019,868	--	--	20,019,868	20,019,868	--	100.00
Operating Expenditures:	--						
Classified Salaries	--	--	--	--	--	--	
Statutory Benefits	--	--	--	--	--	--	
Health & Welfare	--	--	--	--	--	--	
Employer Tax Expense	--	--	--	--	--	--	
Telephone & Internet	--	--	--	--	--	--	
Supplies Office	--	--	--	--	--	--	
Supplies - Other	--	--	--	--	--	--	
Eligibility Processing	--	--	--	--	--	--	
Brokerage Fees-Dental-ACSIG	--	--	--	--	--	--	
Brokerage Fees-Dental-MD	--	--	--	--	--	--	
Travel and Conferences	--	--	--	--	--	--	
Mileage	--	--	--	--	--	--	
Dues & Memberships	--	--	--	--	--	--	
Postage & Meter	--	--	--	--	--	--	
Insurance Expense-PIPS	18,396,598	--	--	18,396,598	18,500,000	(103,402)	99.44
PIPS Contribution Adjustmert	957,488	--	--	957,488	--	957,488	
Utility - Operating-Rent	--	--	--	--	--	--	
Advertising	--	--	--	--	--	--	
Contract Services - Actuarial	7,900	--	--	7,900	10,000	(2,100)	79.00
Contract Services -PL-Investigation	--	--	--	--	--	--	
CAJPA Dues/Accreditation	--	--	--	--	--	--	
Audit Fees	--	--	--	--	--	--	
Other Services/Operating Expenses	--	--	--	--	--	--	
Capital Equipment/Depreciation	--	--	--	--	--	--	
Repairs & Maintenance	--	--	--	--	--	--	
Legal	--	--	--	--	--	--	
Accounting Services	--	--	--	--	--	--	
County Courier	--	--	--	--	--	--	
Shredding	--	--	--	--	--	--	
Copier & Scanner	--	--	--	--	--	--	
Claims Administration Services	175,431	--	--	175,431	176,000	(569)	99.68
Self-Insurance Fee	209,492	--	--	209,492	280,000	(70,508)	74.82
Claims Paid-WC	3,614,737	--	(167,289)	3,447,448	3,100,000	347,448	111.21
Claims Paid-PL	--	--	--	--	--	--	
Physical Abilities Testing	10,010	--	1,225	11,235	5,000	6,235	224.70
Training	4,400	--	--	4,400	10,000	(5,600)	44.00
First-Aid Program	20,103	--	1,590	21,692	15,000	6,692	144.61
Food Service Training	--	--	--	--	10,000	(10,000)	--
Special Ed Training	--	--	--	--	20,000	(20,000)	--
Bank Charge & WC Penalty Reimb	(2,865)	--	--	(2,865)	--	(2,865)	--
Cobra Premiums	--	--	--	--	--	--	--
Dental Insurance Premiums	--	--	--	--	--	--	--
Vision Insurance Premiums	--	--	--	--	--	--	--
Claim Development Expense	--	--	(3,526,998)	(3,526,998)	(2,800,000)	(726,998)	125.96
ACA Fees	--	--	--	--	--	--	--
Total Operating Expenditures	23,393,294	--	(3,691,473)	19,701,821	19,326,000	375,821	101.94 %
Net Increase/(Decrease) from Operations	(3,373,426)	--	3,691,473	318,047	693,868	(375,821)	45.84 %
Non Operating Income/(Expense)							
Interest Income	214,835	--	(20,703)	194,130	200,000	(5,870)	97.07
Net Increase/(Decrease) in Fair Value	51,598	--	--	51,598	--	51,598	--
Realized Gain/(Loss) on Investments	18,907	--	--	18,907	--	18,907	--
Interfund Transfer, Other Income	5,457,623	--	(3,007,623)	2,450,000	--	2,450,000	--
Total Non Operating Income/(Expense)	5,742,963	$ --	$ (3,028,326)	2,714,635	200,000	2,514,635	1,357.32 %
Ending Cash	$ 17,321,015						
Net Increase/(Decrease) in Net Position				3,032,682	893,868	2,138,814	
Audited - Ending Net Position, as of 06/30/2015				**$ (6,347,600)**	**$ (8,486,414)**	**$ 2,138,814**	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Dental
As of 06/30/2014 and 06/30/2015

	Audited As of 06/30/2014	Activity 07/01/2013 - 06/30/2015	Audited As of 06/30/2015
Assets:			
Current Assets			
Cash with County ACSIG #44901	$ 70,696	1,167,698	$ 1,238,394
Union Bank - Eligibility #9938	3,964,172	(2,748,336)	1,215,836
Union Bank - Expense #2064	100,871	(95,076)	5,795
Union Bank - Cobra Trust #0273	139,130	(3,028)	136,102
Union Bank - zero balance accounts	- -	- -	- -
Cash and Cash Equivalents	$ 4,274,869	(1,678,742)	$ 2,596,127
Investments Morgan Stanley - current	- -	- -	- -
Accounts Receivable	5,679,234	(241,794)	5,437,440
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable)	(908,147)	2,781,135	1,872,988
Subtotal Current Assets	9,045,956	860,599	9,906,555
Noncurrent Assets			
Investments - Morgan Stanley	5,210,384	(2,516,510)	2,693,874
Capital - Equipment,net of depreciation	- -	- -	- -
	5,210,384	(2,516,510)	2,693,874
Total Assets	**$ 14,256,340**	**$ (1,655,911)**	**$ 12,600,429**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 2,304,571	$ 183,018	$ 2,487,589
Prefunding deposits	3,085,589	- -	3,085,589
Advance Contributions	- -	- -	- -
Current Portion of claims and claim adjustment	1,431,000	278,000	1,709,000
Subtotal Current Liabilities	6,821,160	461,018	7,282,178
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	- -	- -	- -
Subtotal Claim Liabilities	- -	- -	- -
Total Liabilities	$ 6,821,160	$ 461,018	$ 7,282,178
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	7,435,180	(2,116,929)	5,318,251
Designated - Capital Assets	- -	- -	- -
Total Net Position	$ 7,435,180	$ (2,116,929)	$ 5,318,251
Total Liabilities and Ending Net Position	**$ 14,256,340**	**$ (1,655,911)**	**$ 12,600,429**

Alameda County Schools Insurance Group (ACSIG)
Dental
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Fiscal Year Ended 06/30/2015

	Cash Activity 07/01/2014 06/30/2015	Allocations	Change in Accruals	Balance Year to Date	2014/2015 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2014				$ 7,435,180			
Beginning Cash and Investments	$ 9,485,253				$ 7,435,180		
Operating Revenue:							
Premiums Paid by Members	$ 112,708,901	$ - -	$ (222,040)	$ 112,486,861	$ 105,000,000	$ 7,486,861	107.13 %
Total Operating Revenue	112,708,901	- -	(222,040)	112,486,861	105,000,000	7,486,861	107.13
Operating Expenditures:							
Classified Salaries	- -	183,072	- -	183,072	169,000	14,072	108.33
Statutory Benefits	- -	71,194	- -	71,194	58,617	12,577	121.46
Health & Welfare	- -	23,465	- -	23,465	20,992	2,473	111.78
Employer Tax Expense	- -	55,330	- -	55,330	57,561	(2,231)	96.12
Telephone & Internet	- -	4,248	- -	4,248	8,000	(3,752)	53.10
Supplies Office	- -	4,313	- -	4,313	10,000	(5,687)	43.13
Supplies - Other	- -	3,113	- -	3,113	3,000	113	103.77
Eligibility Processing	183,480	- -	- -	183,480	180,000	3,480	101.93
Brokerage Fees-Dental-ACSIG	253,091	- -	483	253,574	258,000	(4,426)	98.28
Brokerage Fees-Dental-MD	275,372	- -	- -	275,372	183,600	91,772	149.98
Travel and Conferences	- -	22,202	- -	22,202	15,000	7,202	148.02
Mileage	- -	6,406	- -	6,406	7,000	(594)	91.52
Dues & Memberships	- -	835	- -	835	1,000	(165)	83.50
Postage & Meter	- -	5,533	- -	5,533	5,000	533	110.67
Insurance Expense	- -	- -	- -	- -	- -	- -	- -
					- -	- -	- -
Net, Operating-Rent	- -	29,987	- -	29,987	25,000	4,987	119.95
Advertising	- -	- -	- -	- -	- -	- -	- -
Contract Services - Actuarial	- -	5,000	- -	5,000	- -	5,000	- -
Contract Services -PL-Investigation	- -	- -	- -	- -	- -	- -	- -
Contracted Services	- -	7,250	- -	7,250	6,000	1,250	120.83
Audit Fees	- -	12,750	- -	12,750	15,000	(2,250)	85.00
Other Services/Operating Expenses	- -	3,525	- -	3,525	10,000	(6,475)	35.25
Capital Equipment/Depreciation	- -	- -	- -	- -	2,500	(2,500)	- -
Repairs & Maintenance	- -	948	- -	948	1,000	(52)	94.80
Legal	- -	- -	- -	- -	- -	- -	- -
Accounting Services	- -	16,550	- -	16,550	- -	16,550	- -
County Courier	- -	- -	- -	- -	2,500	(2,500)	- -
Shredding	- -	1,054	- -	1,054	1,500	(446)	70.29
Copier & Scanner	- -	12,512	- -	12,512	10,000	2,512	125.12
Claims Administration Services	- -	- -	- -	- -	- -	- -	- -
Self-Insurance Fee	- -	- -	- -	- -	- -	- -	- -
Claims Paid-WC	- -	- -	- -	- -	- -	- -	- -
Claims Paid-PL	- -	- -	- -	- -	- -	- -	- -
Physical Abilities Testing	- -	- -	- -	- -	- -	- -	- -
Training	- -	- -	- -	- -	- -	- -	- -
First-Aid Program	- -	- -	- -	- -	- -	- -	- -
Food Service Training	- -	- -	- -	- -	- -	- -	- -
Special Ed Training	- -	- -	- -	- -	- -	- -	- -
Bank Charge	11,946	- -	- -	11,946	12,000	(54)	99.55
Cobra Premiums	174,681	- -	- -	174,681	240,000	(65,319)	72.78
Dental Insurance Premiums	110,189,554	- -	183,018	110,372,572	103,200,000	7,172,572	106.95
Vision Insurance Premiums	- -	- -	- -	- -	- -	- -	- -
Claim Development Expense	- -	- -	278,000	278,000	- -	278,000	- -
ACA Fees	- -	- -	- -	- -	- -	- -	- -
Total Operating Expenditures	111,088,124	469,288	461,501	112,018,913	104,502,270	7,516,643	107.19 %
Net Increase/(Decrease) from Operations	1,620,777	(469,288)	(683,541)	467,948	497,730	(29,782)	94.02 %
Non Operating Income/(Expense)							
Interest Income	84,487	38	(19,269)	65,254	45,000	20,254	145.01
Net Increase/(Decrease) in Fair Value	(2,654,342)	- -	2,500,000	(154,342)	- -	(154,342)	- -
Realized Gain/(Loss) on Investments	4,211	- -	- -	4,211	- -	4,211	- -
I Transfer, YE Close, Rebate	(3,250,385)	- -	750,385	(2,500,000)	- -	(2,500,000)	
Total Non Operating Income/(Expense)	(5,816,029)	$ 38	$ 3,231,116	(2,584,877)	45,000	(2,629,877)	(5,744.17) %
Ending Cash	$ 5,290,001						
Net Increase/(Decrease) in Net Position				(2,116,929)	542,730	(2,659,659)	%
Audited - Ending Net Position, as of 06/30/2015				**$ 5,318,251**	**$ 7,977,910**	**$ (2,659,659)**	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Vision
As of 06/30/2014 and 06/30/2015

	Audited As of 06/30/2014	Activity 07/01/2013 - 06/30/2015	Audited As of 06/30/2015
Assets:			
Current Assets			
Cash with County #44902	$ 981,887	246,696	$ 1,228,583
Funds in Transit - #44902 to Morgan Stanley Investments	- -	- -	- -
Cash and Cash Equivalents	981,887	246,696	1,228,583
Investments Morgan Stanley - current	- -	- -	- -
Accounts Receivable	45,392	(3,925)	41,467
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable)	78,606	75,629	154,235
Subtotal Current Assets	1,105,885	318,400	1,424,285
Noncurrent Assets			
Investments - Morgan Stanley	1,042,078	14,343	1,056,421
Capital - Equipment,net of depreciation	- -	- -	- -
	1,042,078	14,343	1,056,421
Total Assets	**$ 2,147,963**	**$ 332,743**	**$ 2,480,706**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 203,984	$ 9,583	$ 213,567
Prefunding deposits	30,842	- -	30,842
Advance Contributions	- -	- -	- -
Current Portion of claims and claim adjustment	120,000	22,000	142,000
Subtotal Current Liabilities	354,826	31,583	386,409
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	- -	- -	- -
Subtotal Claim Liabilities	- -	- -	- -
Total Liabilities	$ 354,826	$ 31,583	$ 386,409
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	1,793,137	301,160	2,094,297
Designated - Capital Assets	- -	- -	- -
Total Net Position	$ 1,793,137	$ 301,160	$ 2,094,297
Total Liabilities and Ending Net Position	**$ 2,147,963**	**$ 332,743**	**$ 2,480,706**

Alameda County Schools Insurance Group (ACSIG)
Vision
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Fiscal Year Ended 06/30/2015

	Cash Activity 07/01/2014 06/30/2015	Allocations	Change in Accruals	Balance Year to Date	2014/2015 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2014				$ 1,793,137			
Beginning Cash and Investments	$ 2,023,965				$ 1,793,137		
Operating Revenue:							
Premiums Paid by Members	$ 2,761,364	$ --	$ (1,034)	$ 2,760,330	$ 2,050,000	$ 710,330	134.65 %
Total Operating Revenue	2,761,364	--	(1,034)	2,760,330	2,050,000	710,330	134.65
Operating Expenditures:							
Classified Salaries	--	--	--	--	--	--	
Statutory Benefits	--	--	--	--	--	--	
Health & Welfare	--	--	--	--	--	--	
Employer Tax Expense	--	--	--	--	--	--	
Telephone & Internet	--	--	--	--	--	--	
Supplies Office	--	--	--	--	--	--	
Supplies - Other	--	--	--	--	--	--	
Eligibility Processing	--	--	--	--	--	--	
Brokerage Fees-Dental-ACSIG	--	--	--	--	--	--	
Brokerage Fees-Dental-MD	--	--	--	--	--	--	
Travel and Conferences	--	--	--	--	--	--	
Mileage	--	--	--	--	--	--	
Dues & Memberships	--	--	--	--	--	--	
Postage & Meter	--	--	--	--	--	--	
Insurance Expense	--	--	--	--	--	--	
					--		
Utility - Operating-Rent	--	--	--	--	--	--	
Advertising	--	--	--	--	--	--	
Contract Services - Actuarial	--	--	--	--	--	--	
Contract Services -PL-Investigation	--	--	--	--	--	--	
Contract Services	--	--	--	--	--	--	
Audit Fees	--	--	--	--	--	--	
Other Services/Operating Expenses	--	--	--	--	--	--	
Capital Equipment/Depreciation	--	--	--	--	--	--	
Repairs & Maintenance	--	--	--	--	--	--	
Legal	--	--	--	--	--	--	
Accounting Services	--	--	--	--	--	--	
County Courier	--	--	--	--	--	--	
Shredding	--	--	--	--	--	--	
Copier & Scanner	--	--	--	--	--	--	
Claims Administration Services	--	--	--	--	--	--	
Self-Insurance Fee	--	--	--	--	--	--	
Claims Paid-WC	--	--	--	--	--	--	
Claims Paid-PL	--	--	--	--	--	--	
Physical Abilities Testing	--	--	--	--	--	--	
Training	--	--	--	--	--	--	
First-Aid Program	--	--	--	--	--	--	
Food Service Training	--	--	--	--	--	--	
Special Ed Training	--	--	--	--	--	--	
Bank Charge & WC Penalty Reimb	--	--	--	--	--	--	
Cobra Premiums	--	--	--	--	--	--	
Dental Insurance Premiums	--	--	--	--	--	--	
Vision Insurance Premiums	2,441,846	--	9,583	2,451,429	2,044,000	407,429	119.93
Claim Development Expense	--	--	22,000	22,000	--	22,000	
ACA Fees	--	--	--	--	--	--	
Total Operating Expenditures	2,441,846	--	31,583	2,473,429	2,044,000	429,429	121.01 %
Net Increase/(Decrease) from Operations	319,518	--	(32,617)	286,901	6,000	280,901	%
Non Operating Income/(Expense)							
Interest Income	22,837	--	(2,891)	19,946	20,000	(54)	99.73
Net Increase/(Decrease) in Fair Value	(7,338)	--	--	(7,338)	--	(7,338)	--
Realized Gain/(Loss) on Investments	1,651	--	--	1,651	--	1,651	--
Interfund Transfer	(75,629)	--	75,629	--	--	--	
Total Non Operating Income/(Expense)	(58,479)	$ --	$ 72,738	14,259	20,000	(5,741)	71.30 %
Ending Cash	$ 2,285,004						
Net Increase/(Decrease) in Net Position				301,160	$ 26,000	$ 275,160	%
Audited - Ending Net Position, as of 06/30/2015				**$ 2,094,297**	**$ 1,819,137**	**$ 275,160**	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Property and Liability
As of 06/30/2014 and 06/30/2015

	Audited As of 06/30/2014	Activity 07/01/2013 - 06/30/2015	Audited As of 06/30/2015
Assets:			
Current Assets			
Cash with County - #44903	$ 597,018	(102,059)	$ 494,959
Funds in Transit - #44903 to Morgan Stanley Investments	--	--	--
Union Bank - Checking #0311	119,723	502,579	622,302
Union Bank - Claims Trust #1186	16,629	1,332	17,961
Cash and Cash Equivalents	$ 733,370	401,852	$ 1,135,222
Investments Morgan Stanley - current	--	--	--
Accounts Receivable	13,250	(8,105)	5,145
Prepaid Expense	--	--	--
Interfund Receivable/(payable)	(534,855)	(319,587)	(854,442)
Subtotal Current Assets	211,765	74,160	285,925
Noncurrent Assets			
Investments - Morgan Stanley	--	--	--
Capital - Equipment,net of depreciation	--	--	--
	--	--	--
Total Assets	**$ 211,765**	**$ 74,160**	**$ 285,925**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 2,042	$ (1,752)	$ 290
Prefunding deposits	--	--	--
Advance Contributions	--	--	--
Current Portion of claims and claim adjustment	109,459	(86,718)	22,741
Subtotal Current Liabilities	111,501	(88,470)	23,031
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	89,558	(70,951)	18,607
Unallocated Loss Adjustment Expense (ULAE)	50,819	--	50,819
Subtotal	140,377	(70,951)	69,426
Total Liabilities	$ 251,878	$ (159,421)	$ 92,457
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	(40,113)	233,581	193,468
Designated - Capital Assets	--	--	--
Total Net Position	$ (40,113)	$ 233,581	$ 193,468
Total Liabilities and Ending Net Position	**$ 211,765**	**$ 74,160**	**$ 285,925**

Alameda County Schools Insurance Group (ACSIG)
Property and Liability
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Fiscal Year Ended 06/30/2015

	Cash Activity 07/01/2014 06/30/2015	Allocations	Change in Accruals	Balance Year to Date	2014/2015 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2014				$ (40,113)			
Beginning Cash and Investments	$ 733,370				$ (40,113)		
Operating Revenue:							
Premiums Paid by Members	$ 933,900	$ --	$ --	$ 933,900	$ 933,901	$ (1)	100.00 %
Total Operating Revenue	933,900	--	--	933,900	933,901	(1)	100.00
Operating Expenditures:							
Classified Salaries	--	--	--	--	--	--	
Statutory Benefits	--	--	--	--	--	--	
Health & Welfare	--	--	--	--	--	--	
Employer Tax Expense	--	--	--	--	--	--	
Telephone & Internet	--	--	--	--	--	--	
Supplies Office	--	--	--	--	--	--	
Supplies - Other	--	--	--	--	--	--	
Eligibility Processing	--	--	--	--	--	--	
Brokerage Fees-Dental-ACSIG	--	--	--	--	--	--	
Brokerage Fees-Dental-MD	--	--	--	--	--	--	
Travel and Conferences	--	--	--	--	--	--	
Mileage	--	--	--	--	--	--	
Dues & Memberships	--	--	--	--	--	--	
Postage & Meter	--	--	--	--	--	--	
Insurance Expense-NCR	831,111	--	--	831,111	823,300	7,811	100.95
					--		
Utility - Operating-Rent	--	--	--	--	--	--	
Advertising	--	--	--	--	--	--	
Contract Services - Actuarial	4,400	--	--	4,400	2,500	1,900	176.00
Contract Services -PL-Investigation	--	--	--	--	--	--	
Contract Services - Legal	14,426	--	--	14,426	--	14,426	
Audit Fees	--	--	--	--	--	--	
Other Services/Operating Expenses	--	--	--	--	--	--	
Capital Equipment/Depreciation	--	--	--	--	--	--	
Repairs & Maintenance	--	--	--	--	--	--	
Legal	--	--	--	--	--	--	
Accounting Services	--	--	--	--	--	--	
County Courier	--	--	--	--	--	--	
Shredding	--	--	--	--	--	--	
Copier & Scanner	--	--	--	--	--	--	
Claims Administration Services	3,054	--	(1,752)	1,302	18,000	(16,698)	7.23
Self-Insurance Fee	--	--	--	--	--	--	
Claims Paid-WC	--	--	--	--	--	--	
Claims Paid-PL	50,341	--	8,105	58,446	75,000	(16,554)	77.93
Physical Abilities Testing	--	--	--	--	--	--	--
Training	--	--	--	--	--	--	
First-Aid Program	--	--	--	--	--	--	
Food Service Training	--	--	--	--	--	--	
Special Ed Training	--	--	--	--	--	--	
Bank Charge & WC Penalty Reimb	--	--	--	--	--	--	
Cobra Premiums	--	--	--	--	--	--	
Dental Insurance Premiums	--	--	--	--	--	--	
Vision Insurance Premiums	--	--	--	--	--	--	
Claim Development Expense	--	--	(157,669)	(157,669)	(10,000)	(147,669)	1,576.69
ACA Fees	--	--	--	--	--	--	
Total Operating Expenditures	903,332	--	(151,316)	752,016	908,800	(156,784)	82.75 %
Net Increase/(Decrease) from Operations	30,568	--	151,316	181,884	25,101	156,783	-- %
Non Operating Income/(Expense)							
Interest Income	1,697	--	--	1,697	700	997	242.43
Net Increase/(Decrease) in Fair Value	--	--	--	--	--	--	--
Realized Gain/(Loss) on Investments	--	--	--	--	--	--	--
Interfund Transfer, Other Income	369,587	--	(319,587)	50,000	--	50,000	--
Total Non Operating Income/(Expense)	371,284	$ --	$ (319,587)	51,697	700	50,997	7,385.29 %
Ending Cash	$ 1,135,222						
Net Increase/(Decrease) in Net Position				233,581	25,801	207,780	-- %
Audited - Ending Net Position, as of 06/30/2015				$ 193,468	$ (14,312)	$ 207,780	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Operations
As of 06/30/2014 and 06/30/2015

	Audited As of 06/30/2014	Activity 07/01/2013 - 06/30/2015	Audited As of 06/30/2015
Assets:			
Current Assets			
Union Bank - Payroll #0176	$ 49,507	(433)	$ 49,074
Union Bank Checking Account #1521	374,279	(133,871)	240,408
Cash and Cash Equivalents	$ 423,786	(134,304)	$ 289,482
Investments Morgan Stanley - current	- -	- -	- -
Accounts Receivable	- -	- -	- -
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable)	(413,367)	135,869	(277,498)
Subtotal Current Assets	10,419	1,565	11,984
Noncurrent Assets			
Investments - Morgan Stanley	- -	- -	- -
Capital - Equipment,net of depreciation	4,739	(593)	4,146
	4,739	(593)	4,146
Total Assets	**$ 15,158**	**$ 972**	**$ 16,131**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 15,750	$ 1,565	$ 17,315
Prefunding deposits	- -	- -	- -
Advance Contributions	- -	- -	- -
Current Portion of claims and claim adjustment	- -	- -	- -
Subtotal Current Liabilities	15,750	1,565	17,315
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	- -	- -	- -
Subtotal Claim Liabilities	- -	- -	- -
Total Liabilities	$ 15,750	$ 1,565	$ 17,315
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	(5,331)	- -	(5,331)
Designated - Capital Assets	4,739	(592)	4,147
Total Net Position	$ (592)	$ (592)	$ (1,184)
Total Liabilities and Ending Net Position	**$ 15,158**	**$ 973**	**$ 16,131**

Alameda County Schools Insurance Group (ACSIG)
Operations
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Fiscal Year Ended 06/30/2015

	Cash Activity 07/01/2014 06/30/2015	Allocations	Change in Accruals	Balance Year to Date	2014/2015 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2014				$ (592)			
Beginning Cash and Investments	$ 423,786				$ (592)		
Operating Revenue:							
Offset to Rent - Sub Lease	$ 42,938	$ (42,938)	$ --	$ --	$ --	$ --	%
Total Operating Revenue	42,938	(42,938)	--	--	--	--	--
Operating Expenditures:							
Classified Salaries	182,705	(183,072)	367	--	--	--	
Statutory Benefits	67,325	(71,194)	3,869	--	--	--	
Health & Welfare	23,465	(23,465)	--	--	--	--	
Employer Tax Expense	55,330	(55,330)	--	--	--	--	
Telephone & Internet	4,776	(4,248)	(528)	--	--	--	
Supplies Office	3,883	(4,313)	430	--	10,000	(10,000)	--
Supplies - Other	3,113	(3,113)	--	--	2,500	(2,500)	--
Eligibility Processing	--	--	--	--	--	--	
Brokerage Fees-Dental-ACSIG	--	--	--	--	--	--	
Brokerage Fees-Dental-MD	--	--	--	--	--	--	
Travel and Conferences	22,343	(22,202)	(141)	--	--	--	
Mileage	6,406	(6,406)	--	--	--	--	
Dues & Memberships	835	(835)	--	--	--	--	
Postage & Meter	5,533	(5,533)	--	--	--	--	
Insurance Expense	--	--	--	--	--	--	
	--				--		
Utility - Operating-Rent	72,925	(72,925)	--	--	--	--	
Advertising	--	--	--	--	--	--	
Contract Services - Actuarial	--	--	--	--	--	--	
Contract Services -PL-Investigation	--	--	--	--	--	--	
Contract Services	7,250	(7,250)	--	--	--	--	
Audit Fees	12,750	(12,750)	--	--	--	--	
Other Services/Operating Expenses	3,525	(3,525)	--	--	--	--	
Capital Equipment/Depreciation	--	--	592	592	5,000	(4,408)	11.84
Repairs & Maintenance	948	(948)	--	--	1,000	(1,000)	--
Legal	--	--	--	--	2,000	(2,000)	--
Accounting Services	19,800	(16,550)	(3,250)	--	13,000	(13,000)	--
County Courier	--	--	--	--	--	--	
Shredding	967	(1,054)	87	--	--	--	
Copier & Scanner	11,784	(12,512)	728	--	--	--	
Claims Administration Services	--	--	--	--	--	--	
Self-Insurance Fee	--	--	--	--	--	--	
Claims Paid-WC	--	--	--	--	--	--	
Claims Paid-PL	--	--	--	--	--	--	
Physical Abilities Testing	--	--	--	--	--	--	
Training	--	--	--	--	--	--	
First-Aid Program	--	--	--	--	--	--	
Food Service Training	--	--	--	--	--	--	
Special Ed Training	--	--	--	--	--	--	
Bank Charge & WC Penalty Reimb	--	--	--	--	--	--	
Cobra Premiums	--	--	--	--	--	--	
Dental Insurance Premiums	--	--	--	--	--	--	
Insurance - Vision	--	--	--	--	--	--	
Claim Development Expense	--	--	--	--	--	--	
ACA Fees	--	--	--	--	--	--	
Total Operating Expenditures	505,663	(507,226)	2,154	592	33,500	(32,908)	1.77 %
Net Increase/(Decrease) from Operations	(462,725)	464,288	(2,154)	(592)	(33,500)	32,908	1.77 %
Non Operating Income/(Expense)							
Interest Income	38	(38)	--	--	50	(50)	--
Net Increase/(Decrease) in Fair Value	--	--	--	--	--	--	--
Realized Gain/(Loss) on Investments	--	--	--	--	--	--	--
Interfund Transfer & YE Close	328,383	--	(328,383)	--	33,450	(33,450)	--
Total Non Operating Income/(Expense)	328,421	$ (38)	$ (328,383)	--	33,500	(33,500)	-- %
Ending Cash	$ 289,482						
Net Increase/(Decrease) in Net Position				$ (592)	$ --	$ (592)	-- %
Audited - Ending Net Position, as of 06/30/2015				**$ (1,184)**	**$ (592)**	**$ (592)**	

1) Percentage Variance calculated using cash activity, prior to allocation.

Alameda County Schools Insurance Group (ACSIG)
Schedule of Claim Liabilities for Workers' Compensation
As of 06/30/2015

	Self-Insured Program Years												
	1978/1979	1984/1985	1985/1986	1986/1987	1987/1988	1988/1989	1989/1990	1990/1991	1991/1992	1992/1993	1993/1994	1994/1995	Totals to Page 7A
Paid Claims	$ 911,999	$ 1,828,378	$ 2,850,908	$ 2,772,999	$ 2,865,811	$ 4,012,960	$ 2,917,755	$ 5,535,054	$ 5,148,552	$ 4,039,151	$ 3,616,102	$ 4,743,836	$ 41,243,505
Reserves	7,867	- -	76,379	65,042	19,409	46,553	29,273	111,891	11,452	93,287	131,054	173,540	765,747
Incurred Claims	919,866	1,828,378	2,927,287	2,838,041	2,885,220	4,059,513	2,947,028	5,646,945	5,160,004	4,132,438	3,747,156	4,917,376	42,009,252
Incurred But Not Reported (IBNR)	42,604	- -	22,713	131,959	34,780	23,487	52,972	133,055	109,996	197,562	122,844	252,624	1,124,596
Non- Discounted Estimated Ultimate Incurred (1)	962,470	1,828,378	2,950,000	2,970,000	2,920,000	4,083,000	3,000,000	5,780,000	5,270,000	4,330,000	3,870,000	5,170,000	43,133,848
Anticipated Investment Income (Discount) (2)	(2,725)	- -	(5,351)	(12,608)	(3,847)	(5,393)	(6,662)	(20,575)	(10,445)	(25,595)	(22,851)	(39,633)	(155,685)
Discounted Estimated Ultimate (1-2)	959,745	1,828,378	2,944,649	2,957,392	2,916,153	4,077,607	2,993,338	5,759,425	5,259,555	4,304,405	3,847,149	5,130,367	42,978,163
Paid Claims	(911,999)	(1,828,378)	(2,850,908)	(2,772,999)	(2,865,811)	(4,012,960)	(2,917,755)	(5,535,054)	(5,148,552)	(4,039,151)	(3,616,102)	(4,743,836)	(41,243,505)
Remaining Estimated Unpaid Claim Liabilities	$ 47,746	$ - -	$ 93,741	$ 184,393	$ 50,342	$ 64,647	$ 75,583	$ 224,371	$ 111,003	$ 265,254	$ 231,047	$ 386,531	$ 1,734,658

(1) Per Bay Actuarial Consultants actuarial study dated February 2015.

(2) Discounted at 2%, 06/30/2012, 1.5%, 06/30/2014, and 1.5%, 06/30/2015.

Historical Discounted Estimated Ultimate Incurred:													
As of 06/30/2006	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As of 06/30/2007	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As of 06/30/2008	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As of 06/30/2009	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As of 06/30/2010	793,059	1,889,004	2,789,731	2,944,000	2,906,506	4,017,275	2,912,254	5,524,202	5,140,647	4,323,930	3,718,595	5,137,560	42,096,763
As of 06/30/2011	852,621	1,886,310	2,800,604	2,899,286	2,949,183	4,029,712	2,912,357	5,687,163	5,154,464	4,316,645	3,706,533	5,171,358	42,366,236
As of 06/30/2012	865,386	1,891,056	2,829,735	2,939,513	2,664,915	3,978,682	2,914,559	5,840,572	5,219,982	4,364,052	3,687,860	5,166,611	42,362,923
As of 06/30/2013	954,963	1,828,378	2,917,252	3,003,200	2,674,593	4,009,091	2,922,237	5,789,363	5,200,522	4,331,119	3,639,169	5,209,906	42,479,793
As of 06/30/2014	959,089	1,828,378	2,943,554	2,948,967	2,906,382	4,010,866	2,993,154	5,793,307	5,156,348	4,321,092	3,728,346	5,145,562	42,735,045
As of 06/30/2015	959,745	1,828,378	2,944,649	2,957,392	2,916,153	4,077,607	2,993,338	5,759,425	5,259,555	4,304,405	3,847,149	5,130,367	42,978,163
Increase/Decrease	656	- -	1,095	8,425	9,771	66,741	184	(33,882)	103,207	(16,687)	118,803	(15,195)	243,118

Alameda County Schools Insurance Group (ACSIG)
Schedule of Claim Liabilities for Workers' Compensation
As of 06/30/2015

	Totals From Page 7	Self-Insured Program Years							Totals To Page 7B
		1995/1996	1996/1997	1997/1998	1998/1999	1999/2000	2000/2001	2001/2002	
Paid Claims	$ 41,243,505	$ 5,224,599	$ 6,930,019	$ 6,712,288	$ 8,896,762	$ 7,226,211	$ 10,595,190	$ 11,511,408	$ 98,339,982
Reserves	765,747	317,255	386,963	668,338	1,703,698	1,105,678	774,680	900,466	6,622,825
Incurred Claims	42,009,252	5,541,854	7,316,982	7,380,626	10,600,460	8,331,889	11,369,870	12,411,874	104,962,807
Incurred But Not Reported (IBNR)	1,124,596	268,146	343,018	559,374	649,540	668,111	600,130	878,126	5,091,041
Non- Discounted Estimated Ultimate Incurred (1)	43,133,848	5,810,000	7,660,000	7,940,000	11,250,000	9,000,000	11,970,000	13,290,000	110,053,848
Anticipated Investment Income (Discount) (2)	(155,685)	(57,369)	(75,188)	(131,365)	(256,503)	(193,343)	(151,229)	(206,317)	(1,226,999)
Discounted Estimated Ultimate (1-2)	42,978,163	5,752,631	7,584,812	7,808,635	10,993,497	8,806,657	11,818,771	13,083,683	108,826,849
Paid Claims	(41,243,505)	(5,224,599)	(6,930,019)	(6,712,288)	(8,896,762)	(7,226,211)	(10,595,190)	(11,511,408)	(98,339,982)
Remaining Estimated Unpaid Claim Liabilities	$ 1,734,658	$ 528,032	$ 654,793	$ 1,096,347	$ 2,096,735	$ 1,580,446	$ 1,223,581	$ 1,572,275	$ 10,486,867

(1) Per Bay Actuarial Consultants actuarial study dated February 2015.
(2) Discounted at 2%, 06/30/2012, 1.5%, 06/30/2014, and 1.5%, 06/30/2015.

Historical Discounted Estimated Ultimate Incurred:									
As of 06/30/2006	N/A	N/A	N/A	N/A	N/A	6,333,000	8,381,000	7,897,000	N/A
As of 06/30/2007	N/A	N/A	N/A	N/A	N/A	6,651,000	9,924,000	9,258,000	N/A
As of 06/30/2008	N/A	N/A	N/A	N/A	N/A	7,464,000	11,199,000	10,319,000	N/A
As of 06/30/2009	N/A	N/A	N/A	N/A	N/A	7,691,266	12,739,081	11,713,580	N/A
As of 06/30/2010	42,096,763	5,727,741	7,172,192	6,843,071	10,750,070	7,983,737	13,184,486	12,525,480	106,283,540
As of 06/30/2011	42,366,236	5,721,425	7,145,019	7,440,306	11,250,829	8,670,787	13,295,238	12,326,440	108,216,280
As of 06/30/2012	42,362,923	5,641,456	7,470,783	7,427,596	11,162,085	8,724,801	11,904,345	13,678,790	108,372,779
As of 06/30/2013	42,479,793	5,833,514	7,743,609	7,798,325	11,018,070	9,598,230	12,098,931	13,618,383	110,188,855
As of 06/30/2014	42,735,045	5,738,160	7,577,599	7,714,653	11,132,297	8,733,944	11,771,811	13,128,192	108,531,701
As of 06/30/2015	42,978,163	5,752,631	7,584,812	7,808,635	10,993,497	8,806,657	11,818,771	13,083,683	108,826,849
Increase/Decrease	243,118	14,471	7,213	93,982	(138,800)	72,713	46,960	(44,509)	295,148

Alameda County Schools Insurance Group (ACSIG)
Schedule of Claim Liabilities for Workers' Compensation
As of 06/30/2015

	Totals From Page 7A	Self-Insured Program Years							As of 06/30/2015 Totals	Activity	
		2002/2003	2003/2004	2004/2005	2005/2006	2006/2007	2007/2008	2008/2009		As of 06/30/2014 Totals	07/01/2014 - 06/30/2015
Paid Claims	$ 98,339,982	$ 9,728,336	$ 5,768,456	$ 5,333,954	$ 8,164,093	$ 7,720,020	$ 8,041,555	$ 8,180,074	$ 151,276,470	$ 147,603,014	$ 3,673,456
Reserves	6,622,825	248,941	570,415	375,694	1,303,980	1,065,160	768,035	549,960	11,505,010	14,423,410	(2,918,400)
Incurred Claims	104,962,807	9,977,277	6,338,871	5,709,648	9,468,073	8,785,180	8,809,590	8,730,034	162,781,480	162,026,424	755,056
Incurred But Not Reported (IBNR)	5,091,041	582,723	751,129	640,352	1,231,927	1,064,820	1,370,410	2,159,966	12,892,368	14,315,424	(1,423,056)
Non- Discounted Estimated Ultimate Incurred (1)	110,053,848	10,560,000	7,090,000	6,350,000	10,700,000	9,850,000	10,180,000	10,890,000	175,673,848	176,341,848	(668,000)
Anticipated Investment Income (Discount) (2)	(1,226,999)	(102,295)	(169,158)	(135,134)	(352,491)	(310,977)	(320,767)	(420,039)	(3,037,860)	(3,567,318)	529,458
Discounted Estimated Ultimate (1-2)	108,826,849	10,457,705	6,920,842	6,214,866	10,347,509	9,539,023	9,859,233	10,469,961	172,635,988	172,774,530	(138,542)
Paid Claims	(98,339,982)	(9,728,336)	(5,768,456)	(5,333,954)	(8,164,093)	(7,720,020)	(8,041,555)	(8,180,074)	(151,276,470)	(147,603,014)	(3,673,456)
Remaining Estimated Unpaid Claim Liabilities	$ 10,486,867	$ 729,369	$ 1,152,386	$ 880,912	$ 2,183,416	$ 1,819,003	$ 1,817,678	$ 2,289,887	$ 21,359,518	$ 25,171,516	$ (3,811,998)
									Estimated Current Portion /Short-Term Liability (1)		
									(1,792,000)		
									Estimated Non-Current portion of Claim Liabilities		
									$ 19,567,518		

(1) Per Bay Actuarial Consultants actuarial study dated February 2015.
(2) Discounted at 2%, 06/30/2012, 1.5%, 06/30/2014, and 1.5%, 06/30/2015.

Historical Discounted Estimated Ultimate Incurred:									
As of 06/30/2006	N/A	6,787,000	4,378,000	2,665,000	1,943,000	- -	- -	- -	N/A
As of 06/30/2007	N/A	7,677,000	5,299,000	3,502,000	3,727,000	3,498,000	- -	- -	N/A
As of 06/30/2008	N/A	8,867,000	5,704,000	4,776,000	6,673,000	6,867,000	6,117,000	- -	N/A
As of 06/30/2009	N/A	9,952,286	6,342,724	5,888,070	8,380,255	9,209,624	10,474,925	8,012,622	N/A
As of 06/30/2010	106,283,540	9,857,770	7,326,142	6,233,943	8,159,431	9,705,395	11,525,318	10,768,305	169,859,844
As of 06/30/2011	108,216,280	9,806,352	7,347,756	6,873,035	9,276,212	9,956,828	10,929,748	10,770,204	173,176,415
As of 06/30/2012	108,372,779	11,103,705	7,180,516	6,779,730	9,113,232	10,061,847	10,833,352	11,378,258	174,823,419
As of 06/30/2013	110,188,855	10,710,077	7,136,860	6,043,782	8,435,497	9,522,890	10,141,142	10,501,500	172,680,603
As of 06/30/2014	108,531,701	10,454,102	6,798,117	6,067,506	10,203,448	9,772,238	10,362,281	10,585,137	172,774,530
As of 06/30/2015	108,826,849	10,457,705	6,920,842	6,214,866	10,347,509	9,539,023	9,859,233	10,469,961	172,635,988
Increase/Decrease	295,148	3,603	122,725	147,360	144,061	(233,215)	(503,048)	(115,176)	(138,542)

Claim Development Expense	
Claim Liabilities and ULAE Decrease	$ (3,811,998)
	285,000
	$ (3,526,998)

Alameda County Schools Insurance Group (ACSIG)
Schedule of Claim Liabilities for Property Liability
As of 06/30/2015

	Self-Insured Program Years							As of 06/30/2015 Totals	Activity 06/30/2014 Totals	Activity 07/01/2014 - 09/30/2014
	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015			
Paid Claims	$ 117,507	$ 48,738	$ 33,141	$ 96,543	$ 113,117	$ 20,000	$ --	$ 429,045	$ 365,692	$ 63,353
Reserves	--	--	--	--	11,929	--	--	11,929	72,643	(60,714)
Incurred Claims	117,507	48,738	33,141	96,543	125,045	20,000	--	440,974	438,335	2,639
Incurred But Not Reported (IBNR)	--	0	--	(0)	1,517	863	32,843	35,223	127,818	(92,596)
Non- Discounted Estimated Ultimate Incurred (1)	117,507 (4)	48,738 (4)	33,141 (4	96,543 (4)	126,562 (3)	20,863	32,843	476,197	566,153	(89,957)
Anticipated Investment Income (Discount) (2)	--	(0)	--	0	(59)	(24)	(5,720)	(5,803)	(1,444)	(4,359)
Discounted Estimated Ultimate (1-2)	117,507	48,738	33,141	96,543	126,503	20,839	27,123	470,393	564,709	(94,316)
Paid Claims	(117,507)	(48,738)	(33,141)	(96,543)	(113,117)	(20,000)	--	(429,045)	(365,692)	(63,353)
Remaining Estimated Unpaid Claim Liabilities	$ --	$ --	$ --	$ --	$ 13,386	$ 839	$ 27,123	$ 41,348	$ 199,017	$ (157,669)
								Estimated Current Portion /Short-Term Liability (1), paid claims factor of .65		(22,741)
								Estimated Non-Current portion of Claim Liabilities		$ 18,607

Claim Development Expense	
Claim Liabilities and ULAE	$ (157,669)
	--
Increase	$ (157,669)

(1) Per Bay Actuarial Consultants actuarial study dated May 2015.
(2) Discounted at .5%.
(3) Adjusted for negative IBNR **(4) Ultimate adjusted for deductible, not shown on the Acuarial Report.**

Historical Estimated Ultimate Incurred:								
As of 06/30/2011	117,441	63,001	80,193	--	--	--	--	260,635
As of 06/30/2012	117,441	63,001	80,193	77,802	--	--	--	338,437
As of 06/30/2013	117,507	49,777	62,638	115,793	108,539	--	--	454,254
As of 06/30/2014	117,507	49,777	37,638	100,792	148,539	111,900	--	566,153
As of 06/30/2015	117,507	48,738	33,141	96,543	126,562	20,863	32,843	476,197
Increase/Decrease	--	(1,039)	(4,498)	(4,249)	(21,977)	(91,037)	32,843	(89,957)

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmia-laif/laif.asp
June 02, 2015

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP

RISK MANAGER
P.O. BOX 2487
DUBLIN, CA 94568

PMIA Average Monthly Yields

Account Number:
35-01-001

Tran Type Definitions

April 2015 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Authorized Caller	Amount
4/15/2015	4/14/2015	QRD	1463818	SYSTEM	2,015.94

Account Summary

Total Deposit:	2,015.94	Beginning Balance:	3,143,475.37
Total Withdrawal:	0.00	Ending Balance:	3,145,491.31

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmia-laif/laif.asp
June 02, 2015

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP

RISK MANAGER
P.O. BOX 2487
DUBLIN, CA 94568

PMIA Average Monthly Yields

Account Number:
35-01-001

Tran Type Definitions

May 2015 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	3,145,491.31
Total Withdrawal:	0.00	Ending Balance:	3,145,491.31

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmia-laif/laif.asp
July 01, 2015

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP

RISK MANAGER
P.O. BOX 2487
DUBLIN, CA 94568

PMIA Average Monthly Yields

Account Number:
35-01-001

Tran Type Definitions

June 2015 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	3,145,491.31
Total Withdrawal:	0.00	Ending Balance:	3,145,491.31

2014/15 Audit

Alameda County Schools Insurance Group
P.O. Box 2487
Dublin, CA 94568
Phone (925) 225-1030
Fax (925) 225-0653
www.acsig.com

EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: 2014/2015 Audit

The audit for fiscal year 2014/2015 is complete and a draft of the report is included for your review. This is the final year of the contract between ACSIG and Christy White and Associates for our audit. The audit team was very professional, seasoned and conducted the audit in a timely and efficient manner. SETECH provided all necessary support and the audit was quite favorable. There were no audit findings.

A representative from Christy White and Associates will present this report. This report was reviewed in detail with the Executive Committee at their October 29, 2015 meeting. The Board will be asked to approve this report.

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP

AUDIT REPORT

JUNE 30, 2015 AND 2014

San Diego
Los Angeles
San Francisco Bay Area

christy white associates
A PROFESSIONAL ACCOUNTANCY CORPORATION

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
TABLE OF CONTENTS
JUNE 30, 2015 AND 2014

FINANCIAL SECTION

Independent Auditors' Report 1
Management's Discussion and Analysis 4
Basic Financial Statements
Statements of Net Position 16
Statements of Revenues, Expenses, and Changes in Net Position 17
Statements of Cash Flows 18
Notes to Financial Statements 19

REQUIRED SUPPLEMENTARY INFORMATION

Rconciliation of Claims Liabilities by Type of Contract Workers' Compensation Program 31
Reconciliation of Claims Liabilities by Type of Contract Property/Liability Program 32
Reconciliation of Claims Liabilities by Type of Contract Vision Program 33
Reconciliation of Claims Liabilities by Type of Contract Dental Program 34
Claims Development Information 35
Claims Development Information Workers' Compensation Program 36
Claims Development Information Property/Liability Program 37
Claims Development Information Vision Program 38
Claims Development Information Dental Program 39

SUPPLEMENTARY INFORMATION

Combining Statements of Net Position 40
Combining Statements of Revenues, Expenses and Change in Net Position 42

OTHER INDEPENDENT AUDITORS' REPORTS

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* 44

FINANCIAL SECTION

christy white associates
A PROFESSIONAL ACCOUNTANCY CORPORATION

Christy White, CPA
Michael Ash, CPA
Heather Rubio

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Licensed by the California State Board of Accountancy

INDEPENDENT AUDITORS' REPORT

Board of Directors and Members
Alameda County Schools Insurance Group
Dublin, California

Report on the Financial Statements

We have audited the accompanying financial statements of the Alameda County Schools Insurance Group, as of and for the years ended June 30, 2015 and 2014, and the related notes to the financial statements, which collectively comprise the Alameda County Schools Insurance Group's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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 *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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Alameda County Schools Insurance Group, as of June 30, 2015 and 2014, and the changes in its financial position and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, such as management's discussion and analysis on pages 4 through 15. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Alameda County Schools Insurance Group's basic financial statements. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 19, 2015 on our consideration of Alameda County Schools Insurance Group's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Alameda County Schools Insurance Group's internal control over financial reporting and compliance.

Christy White Associates

San Diego, California
October 19, 2015

The following report reflects on the financial condition of Alameda County Schools Insurance Group ("ACSIG") as of and for the years ended June 30, 2015 and 2014. It is provided in order to enhance the information in the independent financial audit, basic financial statements, and notes to the basic financial statements included in the financial audit report. Please read it in conjunction with the ACSIG financial statements, which immediately follow this section.

Introduction and Background:

Since July 1, 1978, the Alameda County Schools Insurance Group, a self-insurance pool, has provided coverage to local educational agencies in California. ACSIG operates programs for property/liability, dental and vision, and workers' compensation. In addition to its programs, ACSIG provides claims administration and loss control training to members.

ACSIG is governed by a 19-member Board of Directors, which is comprised of representatives from each member Group. From its members, the Board of Directors elects a President, Vice President, and Secretary as part of seven-member executive committee.

ACSIG's day–to-day operations are administered by an Executive Director who serves as the Chief Executive Officer. The Executive Director is responsible for the administration of policies as set forth by the pool's organizational documents, Bylaws, and the Board of Directors.

ACSIG's Dental, Vision, Workers' Compensation, and Property/Liability programs are comprised of Members from K-12 Schools Districts, Community Colleges, and Other Organizations, throughout the State of California. Membership varies by program.

Dental:

Effective in 1988, ACSIG expanded its program offerings to include dental coverage to agencies in Alameda County. In 1996, the program was expanded statewide. In partnership with Alliant Insurance Services and Preferred Benefits, the EDGE coalition was formed. The coalition is administered through ACSIG. ACSIG is fully self-insured with Delta Dental for this program. ACSIG contracts with Alliant Insurance Services for all outreach and underwriting services. ACSIG contracts with Preferred Benefit for all eligibility and billing services.

ACSIG offers its members 3 options when joining the EDGE program:

- Fully Insured – pay a monthly rate per employee determined by underwriting based on their specific plan design and program offerings.

- Self-Insured Monthly – pay the actual amount of services rendered and a Delta administration fee and an ACSIG administration fee. The total amount of claims and fees is billed monthly in arrears.

- Self-Insured Weekly – Due to the large membership in some agencies, if another JPA joins ACSIG as a self-insured member, they are required to pay the actual claims and Delta administration fee on a weekly basis. The ACSIG administration fee is billed on the last weekly invoice of the month. ACSIG pays Delta Dental the weekly claims and Delta admin fee each week.

Vision:

Beginning October 1, 1988 ACSIG partnered with VSP to begin a vision coverage program. ACSIG is 100% self-insured through VSP for this program. Members can join as a fully-insured member or a self-insured member.

- Fully Insured – pay a monthly rate per employee determined by underwriting based on their specific plan design and program offerings.

- Self-Insured – pay the actual amount of services rendered and a VSP administration fee and an ACSIG administration fee. The total amount of claims and fees is billed monthly in arrears.

Workers' Compensation:

On July 1, 2009, ACSIG became a member of Protected Insurance Program for Schools Joint Powers Authority (PIPS). PIPS is a workers' compensation self-insurance pool. Premium is paid to PIPS on an annual basis for payment of claim liabilities, claims administration, and risk management services. Its members are permissibly self-insured public agencies and as such may buy insurance or reinsurance to transfer some or all of the risks of the program. On an annual basis, the PIPS Board of Directors reviews various options for retaining or transferring some or all of the risks of each year's program and selects from these the one best suited to meet the goals of the program.

Prior to July 1, 2009, ACSIG self-insured the first layer of Workers' Compensation coverage. ACSIG varied its use of excess insurance over the years ranging from no excess coverage (100% self-insured) to securing excess coverage at $250 thousand.

Prior to July 1, 2007, ACSIG self-administered its Workers' Compensation claims. After self-review and difficult decision making, ACSIG partnered with Keenan & Associates for all claims administration services.

ACSIG has not adequately funded for their loss development for self-insured program years prior to 07/01/2009. Historically, the premium level for agencies was adjusted by a discount factor. As no validation existed for the application of a discount to rates, this practice was discontinued in 2007/2008. Beginning in 2008/09, experience modification factors used to determine each agency's fees were modified so that in three years, all experience modification factors will be adjusted to 1.0. Also, in 2008/2009, all agencies experience modification factors were determined by an independent actuary. The effect of the change will improve the funds financial information and funding capability toward the IBNR.

The Board, recognizing without additional funding, there would not be a substantial reduction in the deficit, implemented, effective in the 2011/2012 a deficit recoupment plan, increasing the base rate by $0.35/per $100 of payroll.

Property and Liability:

Beginning on July 1, 1980, ACSIG expanded its program offerings to include property and liability coverage. ACSIG self-insured at 100% the claim until 1993.

From 1993-2008, joined Bay Area Schools Insurance Cooperation (BASIC), ACSIG self-insured the first $150K and purchased reinsurance for the excess coverage.

In 2008, ACSIG joined Northern California Regional Liability Excess Fund (Nor Cal ReLiEF). Coverage limits, per occurrence, are, property $250,000,000; liability $60,000,000. ACSIG self-insures, per occurrence, first party claims at $25,000 and third party claim liabilities at $25,000. Each member has a retention/deductible of $5,000 per occurrence.

Financial Highlights:

In 2014/2015, ACSIG's net position improved by $1.4 million. This group moved from a deficit position, as of 06/30/2014, to an equity position, as of 06/30/2015.

By Program:

Workers' Compensation

The Worker's Compensation program continues to move in the right direction with a reduction to their deficit net position. In 2014/2015, the deficit decreased by $3.0 million, from $9.4 million, as of 06/30/2014, to $6.3 million, as of 06/30/2015. Until the deficit is collected the liabilities will remain underfunded in this program.

In 2014/2015, assets decreased by $500 thousand and liabilities decreased by $3.5 million. Operating income was in excess of expense by $3.0 million.

Based upon the annual actuarial report performed in 2014/2015, the re-estimation of the ultimate cost for the self-insured claims prior the 07/01/2009 decreased by $1.4 million. This was offset by an increase in liability of $500 thousand related to the discount factor of 1.5%. As claims are paid, discount is applied to a decreasing cash reserve amount, reducing the discount available for claim liabilities.

In 2014/2015, the Members funded, $0.35/per $100 of payroll towards reduction of the deficit. In 2014/2015, Workers' Compensation received an allocation of $2.45 million from the Dental rebate.

Property/Liability

In 2014/2015, the net position increased by $233 thousand. Moving from a deficit net position of $40 thousand, as of 06/30/2014, to an equity position of $193 thousand, as of 06/30/2015. This was due primarily to a decrease in claims development cost and a $50 thousand allocation from the Dental rebate.

Dental

In 2014/2015, the net position decreased by $2.1 million, as of 06/30/2015, assets remain in excess of liabilities by $5.3 million. Decrease was due to a declared rebate of $2.5 million, and allocated to the Workers' Compensation and Property Liability programs. All liabilities are fully reserved in this program.

Vision

The net position increased by $301 thousand in 2014/2015, as of 06/30/2015, assets remain in excess of liabilities by $2.1 million. All liabilities are fully reserved in this program.

Financial Management and Control:

ACSIG is responsible for establishing and maintaining an internal control structure designed to ensure that assets are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The Executive Director provides financial oversight and cash management. This includes budgeting, accounts receivable, accounts payable, and, at a minimum, quarterly financial updates.

ACSIG has contracted with Keenan & Associates for Worker's Compensation and Property Liability Claim administrative responsibilities, which include ensuring that ACSIG meets its commitment to its Members, for both operational efficiency and organizational integrity, and implements policies established by the Board of Directors and Executive Director, as set forth in organizational documents and bylaws.

ACSIG's Dental Program is with Delta Dental of California and their Vision with Vision Service Plan. Alliant Insurance Services provides underwriting and administrative support for both programs.

ACSIG also contracts with Preferred Benefit Insurance Administrators to manage all eligibility and billing services for the program.

Service Enhancement Technologies (SETECH) a Division of Keenan & Associates provides financial management and reporting to the Board. SETECH maintains the detailed transaction register for all programs and cash accounts. Detailed financial statements include budget-to-actual comparisons and are provided to the Executive Director and the ACSIG Board.

ACSIG has also contracted an independent actuarial to review their programs. These studies confirm the adequacy and reasonableness of the liabilities recorded as outstanding claim reserves for all program years. Bay Actuarial Consultants review the Worker's Compensation and Property Liability programs. Healthcare Actuaries provides a review of the Dental and Vision programs.

Christy White Associates, A Professional Accountancy Corporation, is contracted to perform the annual independent audit examination of the financial statements in accordance with generally accepted auditing principles (GAAP).

Morgan Stanley Smith Barney LLC, is contracted for some of the investments for ACSIG. In 2010/2011, based upon Board action and review of long term liabilities and investment goals ACSIG invested $10 million with Morgan Stanley. In 2011/2012, an additional $5 million was added to this portfolio, increasing the transferred funds to $15 million. These funds are invested in compliance with Government Code and the internal investment policy of ACSIG. Invested funds are shown at Fair Market Value on the financial statements in compliance with GASB Stmt #31.

Basic Financial Statements:

ACSIG's financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) and necessarily include amounts based upon reliable estimates and judgments. The Statement of Net Position, Statement of Revenue, Expenses and Changes in Net Position, and the Statements of Cash Flows are included.

The Statement of Net Position provides information on ACSIG's program assets and liabilities, with the difference reported as Net Position. The Statement of Revenues, Expenses and Change in Net Position presents information showing total operating revenues versus operating expenses and the resulting effect on Net Position. The Statement of Cash Flows is presented to reflect the operation based on inflows and outflows of cash.

Statement of Net Position:

Below is a consolidated summary of the Statement of Net Position as of 06/30/2013, 06/30/2014, and 06/30/2015, showing total assets versus total liabilities, with a percentage of change between program years.

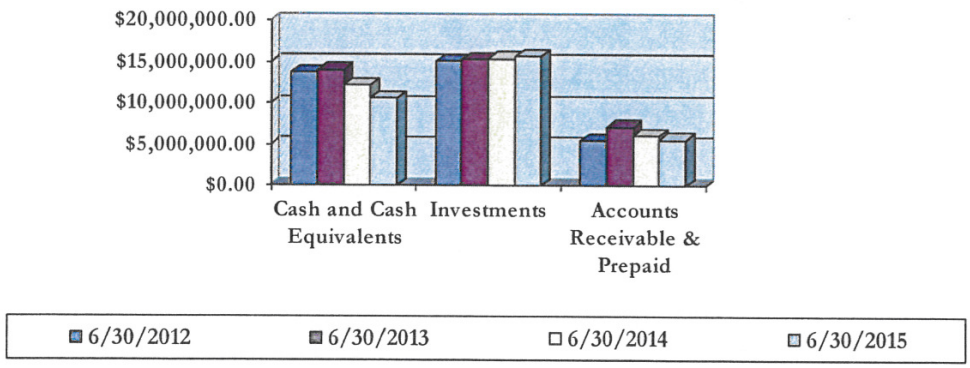
	As of		2013/2014			2014/2015	
	06/30/13	06/30/14	Variance	%	06/30/15	Variance	%
ASSETS							
Current Assets							
Cash and Cash Equivalents	$ 14,025,124	$ 12,191,557	$ (1,833,567)	(13.07) %	$ 10,579,149	$ (1,612,408)	(13.23) %
Investments, current	1,155,873	761,402	(394,471)	(34.13)	608,107	(153,295)	(20.13)
Accounts Receivable	7,164,251	6,023,869	(1,140,382)	(15.92)	5,582,053	(441,816)	(7.33)
Prepaid Expense	711	--	(711)	--	--	--	--
Total Current Assets	22,345,959	18,976,828	(3,369,131)	(15.08)	16,769,309	(2,207,519)	(11.63)
Noncurrent							
Investments	14,130,377	14,664,893	534,516	3.78	15,133,468	468,575	3.20
Capital assets, net	5,331	4,739	(592)	(11.10)	4,147	(592)	(12.49)
Total Noncurrent Assets	14,135,708	14,669,632	533,924	3.78	15,137,615	467,983	3.19
Total Assets	36,481,667	33,646,460	(2,835,207)	(7.77)	31,906,924	(1,739,536)	(5.17)
LIABILITIES							
Current Liabilities							
Accounts payable	6,877,434	2,526,347	(4,351,087)	(63.27)	2,721,576	195,229	7.73
Prefunding deposits	2,992,831	3,116,431	123,600	4.13	3,116,431	--	0.00
Current portion of unpaid claims and claim adjustment expenses	5,206,645	4,080,459	(1,126,186)	(21.63)	3,665,741	(414,718)	(10.16)
Total current Liabilities	15,076,910	9,723,237	(5,353,673)	(35.51)	9,503,748	(219,489)	(2.26)
Noncurrent Liabilities	26,404,563	24,115,893	(2,288,670)	(8.67)	21,145,944	(2,969,949)	(12.32)
Total noncurrent Liabilities	26,404,563	24,115,893	(2,288,670)	(8.67)	21,145,944	(2,969,949)	(12.32)
Total Liabilities	41,481,473	33,839,130	(7,642,343)	(18.42)	30,649,692	(3,189,438)	(9.43)
NET POSITION	$ (4,999,806)	$ (192,670)	$ 4,807,136	(96.15) %	$ 1,257,232	$ 1,449,902	(752.53) %

Assets:

In 2014/2015, the assets of ACSIG decreased by $1.7 million or 5.17%, as seen in, decrease of accounts receivable, investments and cash. The major factor in this year's decrease in cash is due to the payment of the Workers' Compensation runoff claims and payment of the prior year end accounts payable

Cash variances are mainly attributed to receipt of member contributions which are less or greater than, claim payments, insurance premiums, and other operating expense. Investment income also increases cash and investments.

Annual variance in assets can be seen below:

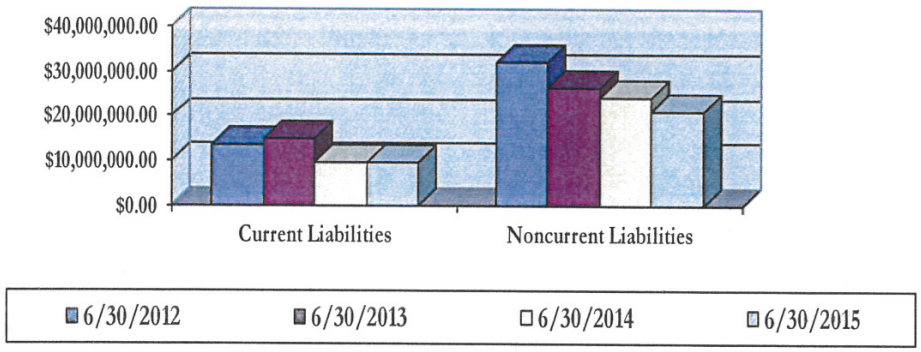


Liabilities:

In 2014/2015, the liabilities of ACSIG decreased by $3.2 million or 9.43%. In 2013/2014, the liabilities of ACSIG decreased by $7.6 million or 18.42%.

This variance is mainly attributed to fluctuations in claim liabilities. Annually, each program claims experience is evaluated by an independent actuary, claim liabilities are updated based upon these evaluations. The Workers' Compensation program represents 90% of the total liabilities. The annual actuarial review and re-estimate of the ultimate cost associated with payment, for the life of the claim, on the self-insured retained program years prior to July 1, 2009, is an integral factor in keeping the financials relevant.

The annual variance in liabilities can be seen below:

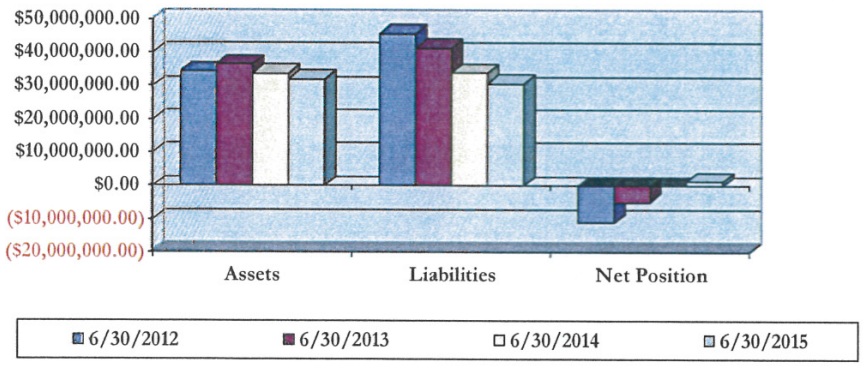


Net Position:

As of 06/30/2015, ACSIG's ending net position was $1.3 million. A change in net position of $1.4 million, from 07/01/2014 – 06/30/2015 is due to the following factors.

1) Increase in net position from net operating income, greater than operating expenditures of $1.25 million
2) Increase in net position from non operating investment income of $195 thousand.

Statement of Net Position variances by year can be seen below.



Statements of Revenues, Expenses and Change in Net Position:

In 2014/2015, revenues exceeded expenses by $1.4 million, resulting in an increase to the net position, and elimination of the deficit. Details of these changes are shown below, in the Condensed Statements of Revenues, Expenses, and Changes in Net Position.

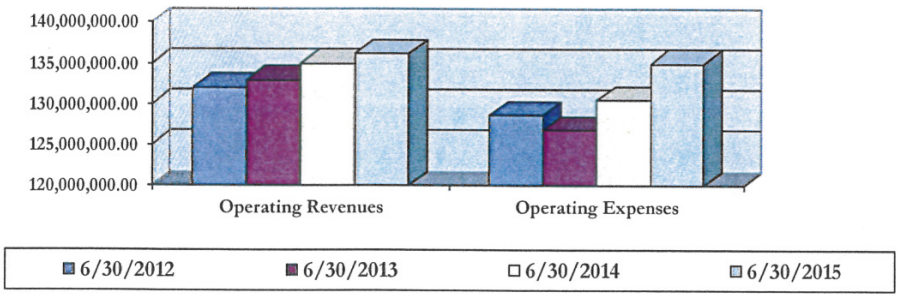
	Fiscal Year Ended		Increase/ (Decrease) 2013/2014		Fiscal Year Ended	Increase/ (Decrease) 2014/2015	
	06/30/13	06/30/14	Variance	Percentage	06/30/15	Variance	Percentage
Operating Revenue							
Member Contributions	$ 132,925,858	$ 135,004,993	$ 2,079,135	1.56 %	$ 136,200,959	$ 1,195,966	0.89 %
Other	--	--	--	--	--	--	--
Total Operating Revenue	132,925,858	135,004,993	2,079,135	1.56	136,200,959	1,195,966	0.89
Operating Expenses:							
Claims and Claims Adj Expense	108,053,812	110,879,049	2,825,237	2.61	113,161,917	2,282,868	2.06
Insurance Expense	16,975,187	17,928,123	952,936	5.61	20,185,197	2,257,074	12.59
Services and other operationg	1,470,065	1,305,658	(164,407)	0.00	1,258,578	(47,080)	0.00
Salaries and benefits	298,644	329,290	30,646	10.26	333,061	3,771	1.15
Supplies	9,661	11,594	1,933	20.01	7,426	(4,168)	(35.95)
Depreciation	592	592	--	--	592	--	--
Total Operating Expenses	126,807,961	130,454,306	3,646,345	2.88	134,946,771	4,492,465	3.44
Net Operating Income/(loss)	6,117,897	4,550,687	(1,567,210)	(25.62)	1,254,188	(3,296,499)	(72.44)
Non Operating Income/(Expense)	102,230	256,449	154,219	150.85	195,714	(60,735)	(23.68)
Change in Net Position	6,220,127	4,807,136	(1,412,991)	(22.72)	1,449,902	(3,357,234)	(69.84)
Beginning Net Position	(11,219,933)	(4,999,806)	6,220,127	(55.44)	(192,670)	4,807,136	(96.15)
Ending Net Position	$ (4,999,806)	$ (192,670)	$ 4,807,136	(96.15) %	$ 1,257,232	$ 1,449,902	(752.53) %

Operating revenue consists of contributions received from the members to offset budgeted operating expenses.

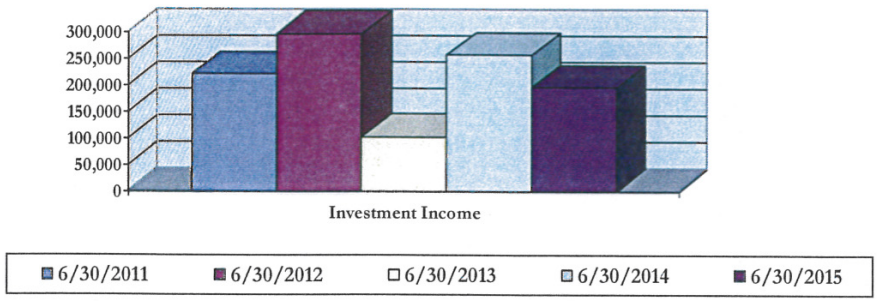
In 2014/2015, operating revenue increased by $1.2 million, or .89%. In 2013/2014, this increase was $2.0 million, or 1.56%.

In 2014/2015, operating expense increased by $4.5 million or 3.44%. In 2013/2014, operating expense decreased by $3.6 million or 2.88%.

Below is a graph showing historical variances in the operating income and expense.



Below is a graph showing historical variances in the investment income.



Description of Facts or Conditions that are expected to have a Significant Effect on Financial Position or Results of Operations:

At present there are no known facts or conditions that are expected to have a significant effect on the financial position or results of operations for ACSIG.

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
STATEMENTS OF NET POSITION
JUNE 30, 2015 AND 2014

	2015	2014
ASSETS		
Current Assets		
Cash and cash equivalents	$ 10,579,149	$ 12,191,557
Investments, current	608,107	761,402
Accounts receivable	5,582,053	6,023,869
Total Current Assets	16,769,309	18,976,828
Noncurrent Assets		
Investments	15,133,468	14,664,893
Capital assets, net of depreciation	4,147	4,739
Total Noncurrent Assets	15,137,615	14,669,632
Total Assets	$ 31,906,924	$ 33,646,460
LIABILITIES		
Current Liabilities:		
Accounts payable and accrued expenses	$ 2,721,576	$ 2,526,347
Prefunding deposits	3,116,431	3,116,431
Current portion of unpaid claims and claim adjustment expenses	3,665,741	4,080,459
Total Current Liabilities	9,503,748	9,723,237
Noncurrent Liabilities		
Unpaid claims and claim adjustment expenses less current portion	21,145,944	24,115,893
Total Liabilities	30,649,692	33,839,130
NET POSITION		
Unrestricted	1,253,085	(197,409)
Net investment in capital assets	4,147	4,739
Total Net Position	1,257,232	(192,670)

See accompanying notes to the financial statements.

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

	2015	2014
OPERATING REVENUE		
Member contributions	$ 136,200,959	$ 135,004,993
Total Operating Revenues	136,200,959	135,004,993
OPERATING EXPENSES		
Claims and claims adjustment expense	113,161,917	110,879,049
Insurance expense	20,185,197	17,928,123
Services and other operating	1,258,578	1,305,658
Salaries and benefits	333,061	329,290
Supplies	7,426	11,594
Depreciation	592	592
Total Operating Expense	134,946,771	130,454,306
Net Operating Income/(Loss)	1,254,188	4,550,687
NON-OPERATING REVENUE:		
Investment income	195,714	256,449
CHANGE IN NET POSITION	1,449,902	4,807,136
Net Position - Beginning	(192,670)	(4,999,806)
Net Position - Ending	$ 1,257,232	$ (192,670)

See accompanying notes to the financial statements.

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

	2015	2014
Cash flows from operating activities		
Cash received from members and others	$ 136,642,775	$ 136,268,975
Cash payments for claims	(116,546,584)	(114,293,905)
Cash payments for insurance	(20,185,197)	(17,927,412)
Cash payments to suppliers for goods and services	(1,070,775)	(5,668,339)
Cash payments for employee salaries and benefits	(333,061)	(329,290)
Net cash provided by (used in) operating activities	(1,492,842)	(1,949,971)
Cash flows from investing activities		
Purchase of investments	(400,593)	(234,320)
Interest income received	281,027	350,724
Net cash provided by (used in) investing activities	(119,566)	116,404
NET INCREASE (DECREASE) IN CASH AND EQUIVALENTS	(1,612,408)	(1,833,567)
CASH AND CASH EQUIVALENTS		
Beginning of year	12,191,557	14,025,124
End of year	$ 10,579,149	$ 12,191,557
Reconciliation of operating income to net cash provided by (used in) operating activities		
Operating income (loss)	$ 1,254,188	$ 4,550,687
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities		
Depreciation	592	592
(Increase) decrease in:		
Accounts receivable	441,816	1,140,382
Prepaid expenses	-	711
Increase (decrease) in:		
Accounts payable	195,229	(4,351,087)
Prefunding deposits	-	123,600
Unpaid claims and claim adjustment expenses	(3,384,667)	(3,414,856)
Net cash provided by (used in) operating activities	$ (1,492,842)	$ (1,949,971)

See accompanying notes to the financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General: Alameda County Schools Insurance Group (the "Group") was established by a Joint Powers Agreement on July 1, 1978, in accordance with Title I, Division 7, Chapter 5, Article I Sections 6500, et. seq., of the California Government Code. The purpose is for the operation of a common risk management and insurance program for members related to workers' compensation, property/liability, vision and dental benefits for member governmental agencies. The Group also purchases excess insurance and provides risk management services. The Group was formed by a joint powers agreement among member Alameda County school districts. Participating members now include various school districts and other government entities.

The Group is a California public entity as provided in Internal Revenue Code Section 115, it is tax exempt. The California Office of the Controller, Division of Local Government Fiscal Affairs, for the purpose of filing an Annual Report of Financial Transactions of Special Districts considers the Group to be a "Special District."

Admission and Withdrawal of Members: Entities applying for membership must be approved by a two-thirds vote of the full Board, upon the recommendation of the Executive Committee. Entities shall pay a quotation fee and the current premium contribution as determined by the Joint Powers Board, upon the recommendation of the Executive Committee.

Entities may withdraw from any program after having completed three consecutive years as members upon written notification to the Executive Committee by the dates specified in the bylaws. The effect of withdrawal (or termination) from the pooling programs does not terminate the responsibility of the entity to continue paying its share of assessments or other financial obligations incurred by reason of its previous participation.

Reporting Entity: The reporting entity includes all activities considered to be part of the Group. This includes financial activity relating to all of the membership years of the Group. In determining the reporting entity, the Group considered all governmental units that were members of the Group since inception. The criterion does not require the inclusion of these entities in the Group's financial statements principally because of the Group does not exercise oversight responsibility over any members.

Basis of Accounting: The accompanying financial statements are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board. Under the accrual basis, revenues and the related assets are recognized when earned, and expenses and related liability are recognized when the obligation is incurred. Liabilities for reserves for open claims and claims incurred but not reported have been recorded in the Group's financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Accounting: The accounts of the Group are organized on the basis of funds, each of which is considered to be a separate accounting entity. These Proprietary funds have been combined for the presentation of the basic financial statements. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, net position, revenues and expenses. The general and administrative accounts of the Group are allocated to each program on a pro-rata basis. The five types of funds include:

1. Administrative Fund: The Administrative Fund accounts for revenues and expenses for general administrative purposes.

2. Workers' Compensation Fund: The Workers' Compensation Fund was established to account for the payment of workers' compensation claims and administrative costs. Funding is based on contributions established by the Executive Committee on behalf of the Joint Powers Board.

3. Property/Liability Fund: The self-insured Property/Liability Fund was established to account for the payment of property and liability claims and administrative costs. Funding is based on contributions established by the Executive Committee on behalf of the Joint Powers Board.

4. Vision Fund: The Vision Fund was established to administer the vision program for member agencies. Funding is accomplished through contributions established by the consultant based upon claims experience as approved by the Executive Committee.

5. Dental Fund: The Dental Fund was established to administer the dental program for member agencies. Funding is accomplished through contributions established by the consultant based upon claims experience as approved by the Executive Committee. Some members' claims are covered by the Group, while others are self-funded within the dental program.

Cash and Cash Equivalents: For purposes of the statement of cash flows, the Group considers all highly liquid assets with a maturity of three months or less when purchased to be cash and cash equivalents.

Receivables: Receivables consist of fees charged for claims to the various participants. The Group believes its receivables to fully collectable and, accordingly, no allowance for doubtful accounts is required.

Investments and Investment Pools: The Group records its cash in Local Agency Investment Fund (LAIF) and its other investments at fair value. Changes in Fair value are reported as non-operating revenue in the statement of revenues, expenses and changes in net position. The effect of recording investments and LAIF at fair value for the years ended June 30, 2015 and 2014 is reflected as investment income on the statement of revenues, expenses and change in net position.

Fair value of investments and LAIF has been determined by the sponsoring government based on quoted market prices. The Group's investment in LAIF has been valued based on the relative fair value of the entire external pool to the external pool's respective amortized cost.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital Assets: Capital assets purchased or acquired, with an original cost of $5,000 or more, are recorded at historical cost. Depreciation is computed on the straight-line method with useful lives of three to five years. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is recognized in income for the period. The cost of maintenance and repairs is charged to expense as incurred.

Accrued Vacation: The Group's vacation policy provides for the accumulation of earned vacation leave with such leave being fully vested upon completion of six consecutive months of employment. A liability for accrued vacation has been computed and recorded based on unused vacation hours at the current rate of pay.

The Group's sick leave policy provides for an unlimited accumulation of earned sick leave. Since the Group has no obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

Prefunding Deposits: The prefund deposit account was established for the dental members who are self-funded within the Group's dental program. Because these agencies do not pay for claims until they occur, their accounts are always in arrears. To accommodate for the cash flow problem created by arrear payments, all self-insured dental members within the dental program are required to deposit a dollar amount equal to one and half months of initial premiums with the Group. Should this agency wish to withdraw from the Group's dental program, this deposit can be used to fund final claims or be refunded to the member district.

Provision for Unpaid Claims and Claim adjustments Expenses: The Group's policy is to establish a provision for unpaid claims and claim adjustment expenses (claim reserves and IBNR) based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Estimated amounts of salvage, subrogation and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims. The Group increases the liability for allocated and unallocated claims adjustments expenses. Because actual claims costs depend on such complex factors as inflation, changes in doctrine of legal liability and damage awards, the process used in computing claims liabilities does not necessarily result in an exact amount, particularly for coverage such as general liability. Unpaid claims and claim adjustment expenses are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflect past inflation and on other factors that are considered to be appropriate modifiers of past experience. Adjustments to claims liabilities are charged or credited to expense in the period in which they are made. The current portion of unpaid claims is based on current year payments and known claim information at the end of the period.

Excess Insurance: The Group enters into reinsurance agreements whereby it cedes various amounts of risk to other insurance companies. The Group and its member entities retain the first $25,000 of liability and property risk per incident. Effective July 1, 2009, the Group joined Protected Insurance Program for Schools and Colleges (PIPS) for Workers Compensation. Prior to July 1, 2009, the Group's self-insured retention for property, liability and workers compensation was $100,000, $150,000 and $250,000, respectively. The Group does not report excess insured risk as a liability unless it is probable that a risk will not be covered by excess insurers. Settlements have not exceeded insurance coverage in each of the past three years.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue Recognition: Contributions are recognized as revenue when earned based upon the coverage period of the related insurance. To the extent that allocated losses exceed contributions previously paid, interest and other income, the Group can assess its members' additional contributions. Supplemental assessments are recognized as income in the period assessed. Operating revenues and expenses include all activities necessary to achieve the objectives of the Group. Non-operating revenues and expenses include investment income.

Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results may differ from these estimates.

Income Taxes: The Group is exempt from Federal income taxes under Internal Revenue Code Section 115, which excludes income derived from the exercise of any essential governmental function and accruing to a state political subdivision. As a public agency, the Group is also exempt from California state taxes. Accordingly, no provision for Federal or state income taxes has been made in the accompanying financial statements.

NOTE 2 – CASH AND CASH EQUIVALENTS

Cash, cash equivalents and investments as of June 30, 2015 and 2014 are reported at fair value and consisted of the following:

	Fiscal Year Ended 2015	2014
Cash and cash equivalents		
Cash in bank	$ 3,001,862	$ 5,802,762
Cash in County Treasury	4,327,052	3,046,117
Local Agency Investment Fund	3,145,491	3,137,820
Money market accounts	104,744	204,858
Total cash and cash equivalents	$ 10,579,149	$ 12,191,557

Custodial Credit Risk: The Group limits custodial credit risk by ensuring uninsured balances are collateralized by the respective financial institution. Interest-bearing cash balances held in banks are insured up to $250,000 and non-interest bearing cash balances held in banks are fully insured by the Federal Deposit Insurance Corporation (FDIC) and are collateralized by the respective financial institution. At June 30, 2015, the carrying amount of the Group's interest-bearing and noninterest-bearing accounts were $6,835,169 and $493,745, and the bank balances were $6,903,114 and $881,103, respectively, of which $1,465,337 was insured. At June 30, 2014, the carrying amount of the Group's interest-bearing and noninterest-bearing accounts were $7,524,665 and $661,920, and the bank balances were $8,113,133 and $770,053, respectively, of which $1,467,991 was insured.

NOTE 2 – CASH AND CASH EQUIVALENTS (continued)

Cash in County Treasury: The Group maintains substantially all of its cash in the Alameda County Treasury. The County pools these funds with those of other public agencies in the County and invests the cash. These pooled funds are carried at cost which approximates fair value.

Because the Group's deposits are maintained in a recognized pooled investment fund under the care of a third party and the Group's share of the pool does not consist of specific, identifiable investment securities owned by the Group, no disclosure of the individual deposits and investments or related custodial credit risk classifications is required.

In accordance with authorized investment laws, the Alameda County Treasurer may invest in derivative securities to enhance the yield on the portfolio. However, at June 30, 2015, the Alameda County Treasurer has represented that the Treasurer's pooled investment fund contained no derivatives or other investments with similar risk profiles.

Local Agency Investment Fund: Alameda County Schools Insurance Group places certain funds with the State of California's Local Agency Fund (LAIF). The Group is a voluntary participant in LAIF, which is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California and the Pooled Money Investment Board. The State Treasurer's Office pools these funds with those of other governmental agencies in the State and invests the cash. The fair value of the Group's investment in this pool is reported in the accompanying financial statements based upon the Group's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The monies held in the pooled investment funds are not subject to categorization by risk category. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Funds are accessible and transferable to the master account within twenty-four notice. Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage-backed securities, other asset-backed securities, and floating rate securities issued by Federal agencies, government-sponsored enterprises and corporations. As of June 30, 2015, this fund was yielding approximately 0.28% interest annually.

LAIF is administered by the State Treasurer and is audited annually by the Pooled Money Investment Board and the State Controller's Office. Copies of this audit may be obtained from the State Treasurer's Office: 915 Capitol Mall; Sacramento, California 95814. The Pooled Money Investment Board has established policies, goals, and objectives to make certain that their goal of safety, liquidity and yield are not jeopardized.

NOTE 3 – INVESTMENTS

At June 30, 2015 and 2014, investments are reported at fair value and consisted of the following:

	2015	2014
Investments		
Corporate Bonds	$ 4,539,974	$ 4,516,141
Federal Agency Bonds and Notes	7,105,012	6,846,647
U.S. Treasury Notes	4,096,589	4,063,507
Total investments	$ 15,741,575	$ 15,426,295
Investments maturing within one year	608,107	761,402
Long-term investments	$ 15,133,468	$ 14,664,893

Maturities of investments held at June 30, 2015 consist of the following:

			Maturity	
	Rating	Fair Value	Less Than One Year	One Year through Five Years
Investment maturities:				
Corporate Bonds	A-	$ 4,539,974	$ 608,107	$ 3,931,867
Federal Agency Bonds and Notes:				
FHLMC	AA+	3,047,607	-	3,047,607
FNMA	AA+	4,057,405	-	4,057,405
U.S. Treasury Notes	TSY	4,096,589	-	4,096,589
		$ 15,741,575	$ 608,107	$ 15,133,468

The Group's investment policy limits investment choices to such securities allowed by Section 53601 of the California Government Code.

Investment Credit Risk: The Group's investment policy limits investment maturities to 5 years as a means of managing its exposure to fair value losses arising from increasing interest rates.

As of June 30, 2015, 100% of the portfolio was invested in "A-"rated obligations, or better. All credit ratings presented in this paragraph are Standard & Poor's ratings.

NOTE 3 – INVESTMENTS (continued)

Concentration of Investment Credit Risk: At June 30, 2014, the Group has the following investments that represent more than five percent of the Group's net investments:

Corporate Bonds 29%

U.S. Treasury Notes 25%

FNMA 25%

FHLMC 20%

NOTE 4 – ACCOUNTS RECEIVABLE

The balance of $5,582,053 as of June 30, 2015 and $6,023,869 as of June 30, 2014 consisted of premiums due from members.

NOTE 5 – CAPITAL ASSETS

The following is a summary as of June 30, 2015 and 2014 of furniture and equipment, net of accumulated depreciation.

	2015	2014
Capital Assets		
Furniture and equipment	$ 5,923	$ 5,923
Less accumulated depreciation	1,776	1,184
Total Capital Assets, net	$ 4,147	$ 4,739

Activity for furniture and equipment for the years ended June 30, 2015 and 2014 included the following:

Furniture and Equipment Activity	2015	2014
Furniture and equipment, net, beginning of year	$ 4,739	$ 5,331
Current year depreciation	592	592
Furniture and equipment, net, end of year	$ 4,147	$ 4,739

NOTE 6 – UNPAID CLAIMS AND CLAIM ADJUSTMENT EXPENSES

As discussed in Note 1, the Group establishes a liability for both reported and unreported insured events, which includes estimates of both future payments of losses and related claim adjustments expenses, both allocated and unallocated. The following represents changes in those aggregate liabilities during the years ended June 30, 2015 and 2014:

	2015	2014
Unpaid claims and claim adjustment expenses, beginning of fiscal year	$ 28,196,352	$ 31,611,208
Incurred claims and claim adjustment expenses:		
Provision for covered events of the current year	113,151,124	111,059,928
Change in provision for covered events of prior years	(205,896)	(396,298)
Total incurred claims and claim adjustment expenses	$ 112,945,228	$ 110,663,630
Payments:		
Claims and claim adjustment expenses attributable to covered events of the current year	111,273,001	109,412,503
Claims and claim adjustment expenses attributable to covered events of prior years	5,056,894	4,665,983
Total payments:	116,329,895	114,078,486
Total unpaid claims and claim adjustment expenses, end of year	$ 24,811,685	$ 28,196,352

The components of the unpaid claims and claim adjustment expenses as of June 30, 2015 and 2014 were as follows:

	2015	2014
Unpaid claims and claim adjustment expenses, end of year		
Claim reserves	$ 8,751,275	$ 10,927,291
Claims incurred but not reported (IBNR)	14,500,591	15,994,242
Unallocated loss adjustment expenses (ULAE)	1,559,819	1,274,819
Total unpaid claims and claim adjustment expenses, end of year	$ 24,811,685	$ 28,196,352

The current and long-term portions were $3,665,741 and $21,145,944, respectively, as of June 30, 2015 and were $4,080,459 and $24,115,893, respectively, as of June 30, 2014. These liabilities were reported at their present value using an expected future investment yield assumption of 1.5% Workers' Compensation and .05% Property Liability in the prior year. The undiscounted liabilities were $27,855,348 and $31,765,114 at June 30, 2015 and 2014, respectively.

NOTE 7 – EMPLOYEE RETIREMENT SYSTEM

Qualified employees are covered under an agent multi-employer defined benefit pension plan maintained by an agency of the State of California. The Group's employees are members of the California Public Employees' Retirement Systems (CalPERS).

Plan Description: The Group's defined benefit pension plan (the "Plan") provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to Plan members and beneficiaries. The Plan is part of the Public Agency portion of the California Public Employees Retirement System (CalPERS), an agent multiple-employer plan administered by CalPERS, which acts as a common investments and administrative agent for participating public employers within the State of California. A menu of benefit provisions as well as other requirements is established by State statutes within the Public Employees' Retirement Law. The Plan selects optional benefit provisions from the benefit menu by contract with CalPERS and adopts those benefits through Board approval. CalPERS issues a separate comprehensive annual financial report. Copies of the CalPERS' annual financial report may be obtained from the CalPERS Executive Office at 400 P Street; Sacramento, California 95814.

Funding Policy: Prior to January 1, 2013, active plan members were required to contribute 7.0% of their salary. The California Public Employees' Pension Reform Act (PEPRA) specifies that new members entering into the plan on or after January 1, 2013, shall pay the higher of fifty percent of normal costs or 6.0% of their salary. Additionally, for new members entering the plan on or after January 1, 2013, the employer is prohibited from paying any of the employee contribution to CalPERS unless the employer payment of the member's contribution is specified in an employment agreement or collective bargaining agreement that expires after January 1, 2013. The Group is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the CalPERS Board of Administration. The required employer contribution rate for the year ended June 30, 2015 was projected at 23.1%. The contribution requirements of the plan members are established by State statute and the employer contribution rate is established and may be amended by CalPERS.

Annual Pension Cost: For the year ended June 30, 2015, the Group's annual pension cost was $49,248 and the Group contributed $49,248. The required contribution was determined as part of the June 30, 2012 actuarial valuation. A summary of the principle assumptions and methods used to determine the annual required contribution is shown below.

Valuation date	June 30, 2012
Actual Cost Method	Entry Age Normal Cost Method
Amortization Method	Level Percent of Payroll
Average Remaining Period	19 Years as of the Valuation Date
Asset Valuation Method	15 Year Smoothed Market
Actuarial Assumptions:	
Investment Rate of Return	7.50% (net of administrative expenses)
Projected Salary Increases	3.30% to 14.20% depending on Age, Service and Type of Employment
Inflation	2.75%
Payroll Growth	3.00%
Individual Salary Growth	A merit scaled varying by duration of employment coupled with an assumed annual inflation growth of 2.75% and an annual production growth of 0.25%

NOTE 7 – EMPLOYEE RETIREMENT SYSTEM (continued)

The Group's plan had less than 100 active members as of the June 30, 2012 actuarial valuation. As a result, the Group's members are required to participate in a larger risk pool Miscellaneous 2.5% at 55 Risk Pool. Unfunded liabilities are amortized as level percent of pay over a closed 20-year period. Gains and losses that occur in the operation of the plan are amortized over a rolling period, which results in an amortization of 10% of unamortized gains and losses each year. If the plan accrued liability exceeds the actuarial value of plan assets, then the amortization payment of the total unfunded liability may not be lower than the payment calculated over a 30-year amortization period. The CalPERS Miscellaneous 2.5% at 55 Risk Pool Plan has an unfunded liability of $411,149,619 as of June 30, 2012. This liability will be amortized through higher employer pension rates applied over a 30 year period as determined by CalPERS.

Trend Information of CalPERS Miscellaneous 2.5% at 55 Risk Pool

Fiscal Year Ending June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Asset)
2013	$ 45,044	100%	$ -
2014	$ 46,847	100%	$ -
2015	$ 49,298	100%	$ -

Funded Status of the Plan

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability (UAAL)	Funded Status	Annual Covered Payroll	UAAL As a Percentage of Payroll
2011	$2,336,078	$1,688,605	$647,473	72.3%	$193,987	30.0%
2012	$2,399,844	$1,638,551	$761,293	68.3%	$192,595	25.3%

NOTE 8 – OPERATING LEASES

The Group has entered into an operating lease for office space and pays rent monthly. Total rent paid for the years ended June 30, 2015 and 2014 was $79,040 and $79,040 respectively. The future minimum rental commitments on the non-cancelable operating lease end in October 2019 as follows:

Year Ended June 30,	Minimum Rental Commitment
2016	$ 79,040
2017	81,140
2018	83,240
2019	85,340
2020	28,680
Total	$ 357,440

The Group has a commercial sub-lease for office space to Keenan & Associates. The term of the sub-lease will end on June 30, 2017. Keenan & Associates agrees to pay rent of $3,904 per month or $46,848 per year.

NOTE 9 – JOINT POWERS AGREEMENTS

Alameda County Schools Insurance Group participates in two joint ventures under a joint powers agreement with Northern California Regional Liability Excess Fund (NCRLF) and Protected Insurance Program for Schools and Community Colleges (PIPS). The relationship between the Group and the JPAs is such that the JPAs are not component units of the Group for financial reporting purposes.

NCRLF arranges for and provides excess property and liability coverage in excess of $25,000. PIPS arranges for and provides workers' compensation coverage from $0 to $200,000,000. The JPAs are each governed by a board consisting of a representative from each of their respective member districts. Those boards control the operations of the JPAs, including selection of management and approval of operating budgets, independent of any influence by the member districts beyond their representation on the board. Each member pays a contribution commensurate with the level of coverage requested.

Condensed financial information for NCRLF and PIPS for the fiscal year ended June 30, 2014 (most recent information available) are as follows:

	NCRLF	PIPS
Total Assets	$ 65,717,062	$ 101,635,390
Total Liabilities	59,524,485	89,564,503
Total Net Position	$ 6,192,577	$ 12,070,887
Revenues	$ 41,959,089	$ 208,185,821
Expenses	(60,803,322)	(212,516,649)
Change in Net Position	$ (18,844,233)	$ (4,330,828)

NOTE 10 – NET POSITION

Net Position is composed of the following elements as of June 30, 2015 and 2014:

	2015	2014
NET POSITION		
Unrestricted	$ 1,253,085	$ (197,409)
Net investment in capital assets	4,147	4,739
Total Net Position	$ 1,257,232	$ (192,670)

NOTE 11 – NEGATIVE NET POSITION

The Group did not adequately fund their loss development for self-insured-program years prior to 07/01/2009. Historically, the premium level for agencies was adjusted by a discount factor. As no validation existed for the application of a discount to rates, this practice was discontinued in 2007/2008. Beginning in 2008/09, experience modification factors used to determine each agency's fees were modified so that in three years, all experience modification factors will be adjusted to 1.0. Also, in 2008/2009, all agencies experience modification factors were determined by an independent actuary. The effect of the change will improve the funds financial information and funding capability toward the IBNR.

The Board, recognizing that without additional funding there would not be a substantial reduction in the deficit, implemented, effective in the 2012/2013 fiscal year, a deficit recoupment plan, increasing the base rate by $0.35/per $100 of payroll.

NOTE 12 – CONTINGENCIES

The Group is subject to legal proceedings and claims which arise in the ordinary course of business. In the opinion of management, the amount of ultimate liability with respect to these actions will not materially affect the financial position or results of operations of the Group.

REQUIRED SUPPLEMENTARY INFORMATION

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
RECONCILIATION OF CLAIMS LIABILITIES BY TYPE OF CONTRACT
WORKERS' COMPENSATION PROGRAM
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

	2015	2014
Unpaid claims and claim adjustment expenses, beginning of fiscal year	$ 26,395,516	$ 29,770,901
Incurred claims and claim adjustment expenses:		
Change in provision for covered events of prior years	(79,550)	(396,298)
Total incurred claims and claim adjustment expenses	(79,550)	(396,298)
Payments:		
Claims and claim adjustment expenses attributable to covered events of prior years	3,447,448	2,979,087
Total payments:	3,447,448	2,979,087
Total unpaid claims and claim adjustment expenses, end of year	$ 22,868,518	$ 26,395,516
Unpaid claims and claim adjustment expenses, end of year		
Claim reserves	$ 8,467,150	$ 10,856,092
Claims incurred but not reported (IBNR)	12,892,368	14,315,424
Unallocated loss adjustment expenses (ULAE)	1,509,000	1,224,000
Total unpaid claims and claim adjustment expenses, end of year	$ 22,868,518	$ 26,395,516

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
RECONCILIATION OF CLAIMS LIABILITIES BY TYPE OF CONTRACT
PROPERTY/LIABILITY PROGRAM
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

	2015	2014
Unpaid claims and claim adjustment expenses, beginning of fiscal year	$ 249,836	$ 289,307
Incurred claims and claim adjustment expenses:		
Provision for covered events of the current year	27,123	96,425
Change in provision for covered events of prior years	(126,346)	-
Total incurred claims and claim adjustment expenses	(99,223)	96,425
Payments:		
Claims and claim adjustment expenses attributable to covered events of prior years	58,446	135,896
Total payments:	58,446	135,896
Total unpaid claims and claim adjustment expenses, end of year	$ 92,167	$ 249,836
Unpaid claims and claim adjustment expenses, end of year		
Claim reserves	$ 6,125	$ 71,199
Claims incurred but not reported (IBNR)	35,223	127,818
Unallocated loss adjustment expenses (ULAE)	50,819	50,819
Total unpaid claims and claim adjustment expenses, end of year	$ 92,167	$ 249,836

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
RECONCILIATION OF CLAIMS LIABILITIES BY TYPE OF CONTRACT
VISION PROGRAM
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

	2015	2014
Unpaid claims and claim adjustment expenses, beginning of fiscal year	$ 120,000	$ 120,000
Incurred claims and claim adjustment expenses:		
Provision for covered events of the current year	2,473,429	2,238,178
Total incurred claims and claim adjustment expenses	2,473,429	2,238,178
Payments:		
Claims and claim adjustment expenses attributable to covered events of the current year	$ 2,331,429	$ 2,118,178
Claims and claim adjustment expenses attributable to covered events of prior years	120,000	120,000
Total payments:	2,451,429	2,238,178
Total unpaid claims and claim adjustment expenses, end of year	$ 142,000	$ 120,000
Unpaid claims and claim adjustment expenses, end of year		
Claims incurred but not reported (IBNR)	$ 142,000	$ 120,000
Total unpaid claims and claim adjustment expenses, end of year	$ 142,000	$ 120,000

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
RECONCILIATION OF CLAIMS LIABILITIES BY TYPE OF CONTRACT
DENTAL PROGRAM
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

	2015	2014
Unpaid claims and claim adjustment expenses, beginning of fiscal year	$ 1,431,000	$ 1,431,000
Incurred claims and claim adjustment expenses:		
Provision for covered events of the current year	110,650,572	108,725,325
Total incurred claims and claim adjustment expenses	110,650,572	108,725,325
Payments:		
Claims and claim adjustment expenses attributable to covered events of the current year	108,941,572	107,294,325
Claims and claim adjustment expenses attributable to covered events of prior years	1,431,000	1,431,000
Total payments:	110,372,572	108,725,325
Total unpaid claims and claim adjustment expenses, end of year	1,709,000	1,431,000
Unpaid claims and claim adjustment expenses, end of year		
Claims reserves	$ 278,000	$ -
Claims incurred but not reported (IBNR)	1,431,000	1,431,000
Total unpaid claims and claim adjustment expenses, end of year	$ 1,709,000	$ 1,431,000

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
CLAIMS DEVELOPMENT INFORMATION
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

The tables that follow illustrate how the Group's earned revenues (net of excess insurance) and investment income compared to related costs of loss and other expenses assumed by the Group as of the end of the previous ten years. The rows of the tables are defined as follows:

1. Total of each fiscal year's gross earned deposit and reported investments revenue, amounts of excess insurance premiums paid and reported premiums (net of reinsurance) and reported investment revenue.

2. Each fiscal year's other operating costs of the program, including overhead and loss adjustment expense not allocable to individual claims.

3. Program's gross incurred losses and allocated loss adjustment expense, losses assumed by excess insurers, and net incurred losses and loss adjustments expense (both paid and accrued) as originally reported at the end of the year in which the event that triggered coverage occurred (called fiscal year).

4. Cumulative net amounts paid as of the end of successive years for each fiscal year.

5. Latest reestimated amount of losses assumed by the excess insurers for each fiscal year.

6. Each fiscal year's net incurred losses increases or decreases as of the end of successive years. This annual reestimation results from new information received on known losses, reevaluation of existing information on known losses, and emergence of new losses not previously known.

7. Compares the latest estimated net incurred losses amount to the amount originally established (line 3) and shows whether this latest estimate of losses is greater or less than originally thought. As data for individual fiscal years mature, the correlation between original estimates and reestimated amounts is commonly used to evaluate the accuracy of net incurred losses currently recognized in less mature fiscal years.

The columns of the tables show data for successive fiscal years.

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
CLAIMS DEVELOPMENT INFORMATION
WORKERS' COMPENSATION PROGRAM
FOR THE YEARS ENDED JUNE 30

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
1 Required contribution and investment revenue												
Earned	$ 13,327,000	$ 5,186,000	$ 4,031,000	$ 7,325,000	$ 17,374,000	$ 17,002,915	$ 17,891,871	$ 18,552,720	$ 20,034,030	$ 19,217,218	$ 19,670,032	$ 20,284,500
Ceded	-	-	-	-	(3,310,000)	(2,187,413)	(16,302,424)	(16,026,575)	(15,786,084)	(16,512,219)	(18,073,558)	(18,396,598)
Net earned	$ 13,327,000	$ 5,186,000	$ 4,031,000	$ 7,325,000	$ 14,064,000	$ 14,815,502	$ 1,589,447	$ 2,526,145	$ 4,247,946	$ 2,704,999	$ 1,596,474	$ 1,887,902
2 Unallocated expenses	$ 1,271,000	$ 816,000	$ 982,000	$ 1,154,000	$ 786,000	$ 3,120,092	$ 1,052,191	$ 170,715	$ 319,437	$ 488,659	$ 453,830	$ 427,285
3 Estimated losses and exenses, end of fiscal year:												
Incurred	$ 2,031,000	$ 1,986,000	$ 1,943,000	$ 3,498,000	$ 6,117,000	$ 8,012,622	$ -	$ -	$ -	$ -	$ -	$ -
Ceded	-	-	-	-	-	-	-	-	-	$ -	$ -	$ -
Net incurred	$ 2,031,000	$ 1,986,000	$ 1,943,000	$ 3,498,000	$ 6,117,000	$ 8,012,622	$ -	$ -	$ -	$ -	$ -	$ -
4 Net paid (cumulative) as of:												
End of fiscal year	$ 1,197,000	$ 1,312,000	$ 958,000	$ 1,193,000	$ 1,473,000	$ 2,015,223	$ -	$ -	$ -	$ -	$ -	$ -
One year later	$ 2,593,000	$ 2,106,000	$ 2,378,000	$ 2,998,000	$ 4,228,134	$ 4,135,775	$ -	$ -	$ -	$ -		
Two years later	$ 3,348,000	$ 2,735,000	$ 3,447,000	$ 4,538,126	$ 5,634,001	$ 5,638,846	$ -	$ -	$ -			
Three years later	$ 4,374,000	$ 3,265,000	$ 4,320,685	$ 5,627,580	$ 6,605,109	$ 6,715,196	$ -	$ -				
Four years later	$ 4,483,000	$ 3,841,632	$ 4,906,486	$ 6,431,869	$ 6,992,411	$ 7,600,911	$ -					
Five years later	$ 4,859,851	$ 4,167,495	$ 5,817,563	$ 6,836,694	$ 7,454,482	$ 7,880,731						
Six years later	$ 5,118,122	$ 4,430,906	$ 6,208,667	$ 7,302,122	$ 7,819,727							
Seven years later	$ 5,367,418	$ 4,613,901	$ 6,590,230	$ 7,522,166								
Eight years later	$ 5,604,217	$ 4,775,592	$ 7,101,798									
Nine years later	$ 5,658,416	$ 4,913,126										
Ten years later	$ 5,744,579											
5 Reestimated ceded losses and expenses	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
6 Reestimated net incurred losses and expenses:												
End of fiscal year	$ 2,031,000	$ 1,986,000	$ 1,943,000	$ 3,498,000	$ 6,117,000	$ 8,012,622	$ -	$ -	$ -	$ -	$ -	$ -
One year later	$ 3,202,000	$ 2,665,000	$ 3,727,000	$ 6,867,000	$ 10,474,925	$ 10,768,305	$ -	$ -	$ -	$ -		
Two years later	$ 4,378,000	$ 3,502,000	$ 6,673,000	$ 9,209,624	$ 11,525,318	$ 10,770,204	$ -	$ -	$ -			
Three years later	$ 5,299,000	$ 4,776,000	$ 8,380,255	$ 9,705,395	$ 10,929,748	$ 11,378,258	$ -	$ -				
Four years later	$ 5,704,000	$ 5,888,070	$ 8,159,431	$ 9,956,828	$ 10,833,352	$ 10,501,500	$ -					
Five years later	$ 6,342,724	$ 6,233,943	$ 9,276,212	$ 10,061,847	$ 10,141,142	$ 10,585,137						
Six years later	$ 7,326,142	$ 6,873,035	$ 9,113,232	$ 9,522,890	$ 10,362,281							
Seven years later	$ 7,347,756	$ 6,779,730	$ 8,435,497	$ 9,772,238								
Eight years later	$ 7,180,516	$ 6,043,782	$ 10,203,448									
Nine years later	$ 7,136,860	$ 6,067,506										
Ten years later	$ 6,798,117											
7 Increase in estimated net incurred losses and expenses from end of fiscal year	$ 4,767,117	$ 4,081,506	$ 8,260,448	$ 6,274,238	$ 4,245,281	$ 2,572,515	$ -	$ -	$ -	$ -	$ -	

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
CLAIMS DEVELOPMENT INFORMATION
PROPERTY/LIABILITY PROGRAM
FOR THE YEARS ENDED JUNE 30

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
1 Required contribution and investment revenue												
Earned	$ 397,000	$ 271,000	$ 604,000	$ 414,000	$ 390,000	$ 544,363	$ 552,093	$ 559,195	$ 630,698	$ 675,900	$ 744,613	$ 935,595
Ceded	-	-	-	-	(7,000)	(541,854)	(559,419)	(545,530)	(560,273)	(611,537)	(663,484)	(831,111)
Net earned	$ 397,000	$ 271,000	$ 604,000	$ 414,000	$ 383,000	$ 2,509	$ (7,326)	$ 13,665	$ 70,425	$ 64,363	$ 81,129	$ 104,484
2 Unallocated expenses	$ 65,000	$ 41,000	$ 44,000	$ 13,000	$ 4,000	$ 18,183	$ 32,828	$ 8,069	$ 9,016	$ 21,810	$ 453,830	$ 20,129
3 Estimated losses and expenses, end of fiscal year:												
Incurred	$ -	$ 13,000	$ -	$ 22,000	$ 147,000	$ 307,207	$ 54,796	$ 82,548	$ 75,212	$ 108,036	$ 110,941	$ 32,843
Ceded	-	-	-	-	-	-	-	-	-	-	-	-
Net incurred	$ -	$ 13,000	$ -	$ 22,000	$ 147,000	$ 307,207	$ 54,796	$ 82,548	$ 75,212	$ 108,036	$ 110,941	$ 32,843
4 Net paid (cumulative) as of:												
End of fiscal year	$ -	$ 3,000	$ -	$ -	$ 27,000	$ 84,499	$ 10,931	$ 18,839	$ 1,683	$ 22,371	$ -	$ -
One year later	$ 63,000	$ 5,000	$ 16,000	$ 17,000	$ 273,370	$ 111,503	$ 42,740	$ 20,496	$ 16,543	$ 89,764	$ 20,000	
Two years later	$ 382,000	$ 5,000	$ 34,000	$ 80,674	$ 83,044	$ 131,676	$ 28,438	$ 33,140	$ 76,543	$ 113,117		
Three years later	$ 384,000	$ 5,000	$ 34,000	$ 65,794	$ 83,044	$ 107,846	$ 48,738	$ 33,141	$ 96,543			
Four years later	$ 384,000	$ 5,000	$ 34,000	$ 65,794	$ 60,441	$ 117,507	$ 48,738	$ 33,141				
Five years later	$ 384,000	$ 5,000	$ 34,000	$ 47,530	$ 60,441	$ 117,507	$ 48,738					
Six years later	$ 384,000	$ 5,000	$ 34,000	$ 47,530	$ 60,411	$ 117,507						
Seven years later	$ 384,000	$ 5,000	$ 34,000	$ 47,530	$ 60,411							
Eight years later	$ 384,000	$ 5,000	$ 34,000	$ 47,530								
Nine years later	$ 384,000	$ 5,000	$ 34,000									
Ten years later	$ 384,000											
5 Reestimated ceded losses and expenses	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
6 Reestimated net incurred losses and expenses:												
End of fiscal year	$ -	$ 13,000	$ -	$ 22,000	$ 147,000	$ 307,207	$ 54,796	$ 82,548	$ 75,212	$ 101,000	$ 111,900	$ 32,843
One year later	$ 84,000	$ 5,000	$ 21,000	$ 60,000	$ 401,609	$ 121,183	$ 79,867	$ 78,773	$ 112,560	$ 148,539	$ 20,863	
Two years later	$ 392,000	$ 5,000	$ 39,000	$ 81,110	$ 83,044	$ 144,849	$ 62,351	$ 60,496	$ 100,792	$ 126,562		
Three years later	$ 384,000	$ 5,000	$ 34,000	$ 65,794	$ 83,044	$ 117,275	$ 48,738	$ 37,639	$ 96,543			
Four years later	$ 384,000	$ 5,000	$ 34,000	$ 65,794	$ 60,441	$ 117,507	$ 49,777	$ 33,141				
Five years later	$ 384,000	$ 5,000	$ 34,000	$ 47,530	$ 60,441	$ 117,507	$ 48,738					
Six years later	$ 384,000	$ 5,000	$ 34,000	$ 47,530	$ 60,441	$ 117,507						
Seven years later	$ 384,000	$ 5,000	$ 34,000	$ 47,530	$ 60,441							
Eight years later	$ 384,000	$ 5,000	$ 34,000	$ 47,530								
Nine years later	$ 384,000	$ 5,000	$ 34,000									
Ten years later	$ 384,000	$ 5,000										
7 Increase in estimated net incurred losses and expenses from end of fiscal year	$ 384,000	$ (8,000)	$ 34,000	$ 25,530	$ (86,559)	$ (189,700)	$ (6,058)	$ (49,407)	$ 21,331	$ 25,562	$ (91,037)	$ (32,843)

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
CLAIMS DEVELOPMENT INFORMATION
VISION PROGRAM
FOR THE YEARS ENDED JUNE 30

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Required contribution and investment revenue												
Earned	$ -	$ -	$ -	$ -	$ -	$ 1,455,085	$ 1,639,207	$ 1,936,629	$ 1,958,654	$ 2,291,645	$ 2,496,329	$ 2,774,589
Ceded	-	-	-	-	-	-	-	-	-	-	-	-
Net earned	$ -	$ -	$ -	$ -	$ -	$ 1,455,085	$ 1,639,207	$ 1,936,629	$ 1,958,654	$ 2,291,645	$ 2,496,329	$ 2,774,589
Unallocated expenses	$ -	$ -	$ -	$ -	$ -	$ -	$ 14,493	$ 96,930	$ 140,236	$ 153,671	$ -	
Estimated losses and expenses, end of fiscal year:												
Incurred	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209	$ 1,684,127	$ 1,959,342	$ 2,238,178	$ 2,473,429
Ceded	-	-	-	-	-	-	-	-	-	-	-	-
Net incurred	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209	$ 1,684,127	$ 1,959,342	$ 2,238,178	$ 2,473,429
Net paid (cumulative) as of:												
End of fiscal year	$ -	$ -	$ -	$ -	$ -	$ 1,307,704	$ 1,416,642	$ 1,578,209	$ 1,634,127	$ 1,704,628	$ 1,947,215	$ 2,031,883
One year later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209	$ 1,634,127	$ 1,704,628	$ 2,067,215	
Two years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209	$ 1,634,127	$ 1,704,628		
Three years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209	$ 1,634,127			
Four years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209				
Five years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642					
Six years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704						
Seven years later	$ -	$ -	$ -	$ -								
Eight years later	$ -	$ -	$ -	-								
Nine years later	$ -	$ -	-									
Ten years later	$ -	-										
Reestimated ceded losses and expenses	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Reestimated net incurred losses and expenses:												
End of fiscal year	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209	$ 1,684,127	$ 1,959,342	$ 2,238,178	$ 2,473,429
One year later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209	$ 1,684,127	$ 1,959,342	$ 2,238,178	
Two years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209	$ 1,684,127	$ 1,959,342		
Three years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209	$ 1,684,127			
Four years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642	$ 1,628,209				
Five years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704	$ 1,466,642					
Six years later	$ -	$ -	$ -	$ -	$ -	$ 1,357,704						
Seven years later	$ -	$ -	$ -	$ -								
Eight years later	$ -	$ -	$ -	-								
Nine years later	$ -	$ -	-									
Ten years later	$ -	-										
Increase in estimated net incurred losses and expenses from end of fiscal year	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,959,342	$ 2,238,178	$ 2,473,429

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
CLAIMS DEVELOPMENT INFORMATION
DENTAL PROGRAM
FOR THE YEARS ENDED JUNE 30

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
1 Required contribution and investment revenue												
Earned	$ -	$ -	$ -	$ -	$ -	$ 105,167,664	$ 107,350,873	$ 110,178,187	$ 109,681,105	$ 110,795,612	$ 112,320,469	$ 112,401,984
Ceded	-	-	-	-	-	-	-	-	-	-	-	-
Net earned	$ -	$ -	$ -	$ -	$ -	$ 105,167,664	$ 107,350,873	$ 110,178,187	$ 109,681,105	$ 110,795,612	$ 112,320,469	$ 112,401,984
2 Unallocated expenses	$ -	$ -	$ -	$ -	$ -	$ 1,146,804	$ 957,079	$ 949,743	$ 1,029,464	$ 1,445,739	$ 1,390,347	$ 1,368,341
3 Estimated losses and exenses, end of fiscal year:												
Incurred	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825	$ 107,551,157	$ 108,570,853	$ 108,725,325	$ 110,650,572
Ceded	-	-	-	-	-	-	-	-	-	-	-	-
Net incurred	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825	$ 107,551,157	$ 108,570,853	$ 108,725,325	$ 108,725,325
4 Net paid (cumulative) as of:												
End of fiscal year	$ -	$ -	$ -	$ -	$ -	$ 103,285,514	$ 104,144,349	$ 106,317,825	$ 105,924,157	$ 101,578,890	$ 101,723,414	$ 103,089,530
One year later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825	$ 105,924,157	$ 101,578,890	$ 103,154,414	
Two years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825	$ 105,924,157	$ 101,578,890		
Three years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825	$ 105,924,157			
Four years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825				
Five years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349					
Six years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662						
Seven years later	$ -	$ -	$ -	$ -	-							
Eight years later	$ -	$ -	$ -	-								
Nine years later	$ -	$ -	-									
Ten years later	$ -	-										
5 Reestimated ceded losses and expenses	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
6 Reestimated net incurred losses and expenses:												
End of fiscal year	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825	$ 107,551,157	$ 108,570,853	$ 108,725,325	$ 110,650,572
One year later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825	$ 107,551,157	$ 108,570,853	$ 108,725,325	
Two years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825	$ 107,551,157	$ 108,570,853		
Three years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825	$ 107,551,157			
Four years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349	$ 107,944,825				
Five years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662	$ 106,367,349					
Six years later	$ -	$ -	$ -	$ -	$ -	$ 104,364,662						
Seven years later	$ -	$ -	$ -	$ -	-							
Eight years later	$ -	$ -	$ -	-								
Nine years later	$ -	$ -	-									
Ten years later	$ -	-								-		
7 Increase in estimated net incurred losses and expenses from end of fiscal year	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 108,570,853	$ 108,725,325	$ 110,650,572

SUPPLEMENTARY INFORMATION

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
COMBINING STATEMENTS OF NET POSITION
JUNE 30, 2015

	Administrative Fund	Workers' Compensation	Property and Liability	Vision	Dental	2015 Total
ASSETS						
Current Assets						
Cash and Cash Equivalents	$ 289,482	$ 5,329,735	$ 1,135,222	$ 1,228,583	$ 2,596,127	$ 10,579,149
Investments, Current	-	608,107	-	-	-	608,107
Accounts Receivable	-	98,001	5,145	41,467	5,437,440	5,582,053
Interfund Receivable/(Payable)	(277,498)	(895,283)	(854,442)	154,235	1,872,988	-
Total Current Assets	11,984	5,140,560	285,925	1,424,285	9,906,555	16,769,309
Noncurrent Assets						
Investments	-	11,383,173	-	1,056,421	2,693,874	15,133,468
Capital Assets, Net of Depreciation	4,147	-	-	-	-	4,147
Total Assets	$ 16,131	$ 16,523,733	$ 285,925	$ 2,480,706	$ 12,600,429	$ 31,906,924
LIABILITIES						
Current Liabilities:						
Accounts Payable and Accrued Expenses	$ 17,315	$ 2,815	$ 290	$ 213,567	$ 2,487,589	$ 2,721,576
Prefunding Deposits	-	-	-	30,842	3,085,589	3,116,431
Current Portion of Unpaid Claims and Claim Adj. Expenses	-	1,792,000	22,741	142,000	1,709,000	3,665,741
Total Current Liabilities	17,315	1,794,815	23,031	386,409	7,282,178	9,503,748
Noncurrent Liabilities						
Unpaid Claims and Claim Adjustment Expenses Less Current Portion	-	19,567,518	18,607	-	-	19,586,125
Unallocated Loss Adjustment Expense (ULAE)	-	1,509,000	50,819	-	-	1,559,819
Total Noncurrent Liabilities	-	21,076,518	69,426	-	-	21,145,944
Total Liabilities	17,315	22,871,333	92,457	386,409	7,282,178	30,649,692
NET POSITION						
Unrestricted	(5,331)	(6,347,600)	193,468	2,094,297	5,318,251	1,253,085
Net Investment in Capital Assets	4,147	-	-	-	-	4,147
Total Net Position	(1,184)	(6,347,600)	193,468	2,094,297	5,318,251	1,257,232
Total Liabilities and Net Position	$ 16,131	$ 16,523,733	$ 285,925	$ 2,480,706	$ 12,600,429	$ 31,906,924

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
COMBINING STATEMENTS OF NET POSITION, continued
JUNE 30, 2014

	Administrative Fund	Workers' Compensation	Property and Liability	Vision	Dental	2014 Total
ASSETS						
Current Assets						
Cash and Cash Equivalents	$ 423,786	$ 5,777,645	$ 733,370	$ 981,887	$ 4,274,869	$ 12,191,557
Investments, Current	-	761,402	-	-	-	761,402
Accounts Receivable	-	285,993	13,250	45,392	5,679,234	6,023,869
Interfund Receivable/(Payable)	(413,367)	1,777,763	(534,855)	78,606	(908,147)	-
Total Current Assets	10,419	8,602,803	211,765	1,105,885	9,045,956	18,976,828
Noncurrent Assets						
Investments	-	8,412,431	-	1,042,078	5,210,384	14,664,893
Capital Assets, Net of Depreciation	4,739	-	-	-	-	4,739
Total Assets	$ 15,158	$ 17,015,234	$ 211,765	$ 2,147,963	$ 14,256,340	$ 33,646,460
LIABILITIES						
Current Liabilities:						
Accounts Payable and Accrued Expenses	$ 15,750	$ -	$ 2,042	$ 203,984	$ 2,304,571	$ 2,526,347
Prefunding Deposits	-	-	-	30,842	3,085,589	3,116,431
Current Portion of Unpaid Claims and Claim Adj. Expenses	-	2,420,000	109,459	120,000	1,431,000	4,080,459
Total Current Liabilities	15,750	2,420,000	111,501	354,826	6,821,160	9,723,237
Noncurrent Liabilities						
Unpaid Claims and Claim Adjustment Expenses Less Current Po	-	23,975,516	140,377	-	-	24,115,893
Total Liabilities	15,750	26,395,516	251,878	354,826	6,821,160	33,839,130
NET POSITION						
Unrestricted	(5,331)	(9,380,282)	(40,113)	1,793,137	7,435,180	(197,409)
Net Investment in Capital Assets	4,739	-	-	-	-	4,739
Total Net Position	(592)	(9,380,282)	(40,113)	1,793,137	7,435,180	(192,670)
Total Liabilities and Net Position	$ 15,158	$ 17,015,234	$ 211,765	$ 2,147,963	$ 14,256,340	$ 33,646,460

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
COMBINING STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2015

	Administrative Fund	Workers' Compensation	Property and Liability	Vision	Dental	2015 Total
OPERATING REVENUE						
Member contributions	$ -	$ 20,019,868	$ 933,900	$ 2,760,330	$ 112,486,861	$ 136,200,959
Total Operating Revenues	-	20,019,868	933,900	2,760,330	112,486,861	136,200,959
OPERATING EXPENSES						
Provision for claims and claims adjustment expense	-	(68,315)	(46,450)	2,451,429	110,825,253	113,161,917
Insurance premiums	-	19,354,086	831,111	-	-	20,185,197
Services and other operating expenses	-	416,050	(32,645)	22,000	853,173	1,258,578
Salaries and benefits	-	-	-	-	333,061	333,061
Supplies	-	-	-	-	7,426	7,426
Depreciation	592	-	-	-	-	592
Total Operating Expense	592	19,701,821	752,016	2,473,429	112,018,913	134,946,771
Net Operating Income/(Loss)	(592)	318,047	181,884	286,901	467,948	1,254,188
NON-OPERATING REVENUE:						
Investment income	-	264,635	1,697	21,597	69,465	357,394
Interfund transfer	-	2,450,000	50,000	-	-	2,500,000
Total Non-Operating Revenues	-	2,714,635	51,697	21,597	69,465	2,857,394
NON-OPERATING EXPENSE:						
Investment expense	-	-	-	7,338	154,342	161,680
Interfund transfer	-	-	-	-	2,500,000	2,500,000
Total Non-Operating Expense	-	-	-	7,338	2,654,342	2,661,680
CHANGE IN NET POSITION	(592)	3,032,682	233,581	301,160	(2,116,929)	1,449,902
Beginning Net Position	(592)	(9,380,282)	(40,113)	1,793,137	7,435,180	(192,670)
Ending Net Position	$ (1,184)	$ (6,347,600)	$ 193,468	$ 2,094,297	$ 5,318,251	$ 1,257,232

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP
COMBINING STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION, continued
FOR THE YEAR ENDED JUNE 30, 2014

	Administrative Fund	Workers' Compensation	Property and Liability	Vision	Dental	2014 Total
OPERATING REVENUE						
Member contributions	$ -	$ 19,607,187	$ 773,981	$ 2,479,020	$ 112,144,805	$ 135,004,993
Total Operating Revenues	-	19,607,187	773,981	2,479,020	112,144,805	135,004,993
OPERATING EXPENSES						
Provision for claims and claims adjustment expense	-	(44,981)	(39,471)	2,238,176	108,725,325	110,879,049
Insurance premiums	-	16,913,324	799,380	-	215,419	17,928,123
Services and other operating expenses	-	453,830	18,376	-	833,452	1,305,658
Salaries and benefits	-		-	-	329,290	329,290
Supplies	-	-	-	-	11,594	11,594
Depreciation	592	-	-	-	-	592
Total Operating Expense	592	17,322,173	778,285	2,238,176	110,115,080	130,454,306
Net Operating Income/(Loss)	(592)	2,285,014	(4,304)	240,844	2,029,725	4,550,687
NON-OPERATING REVENUE:						
Investment income	-	62,845	632	17,309	175,663	256,449
CHANGE IN NET POSITION	(592)	2,347,859	(3,672)	258,153	2,205,388	4,807,136
Beginning Net Position	-	(11,728,141)	(36,441)	1,534,984	5,229,792	(4,999,806)
Ending Net Position	$ (592)	$ (9,380,282)	$ (40,113)	$ 1,793,137	$ 7,435,180	$ (192,670)

OTHER INDEPENDENT AUDITORS' REPORTS

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State Board of Accountancy

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*

Independent Auditors' Report

Board of Directors and Members
Alameda County Schools Insurance Group
Dublin, California

We have audited, in accordance with the 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, the financial statements of Alameda County Schools Insurance Group, as of and for the years ended June 30, 2015 and 2014, and the related notes to the financial statements, which collectively comprise the Alameda County Schools Insurance Group's basic financial statements, and have issued our report thereon dated October 19, 2015.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Alameda County Schools Insurance Group's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Alameda County Schools Insurance Group's internal control. Accordingly, we do not express an opinion on the effectiveness of Alameda County Schools Insurance Group's internal control.

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 a 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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Alameda County Schools Insurance Group's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Christy White Associates

San Diego, California
October 19, 2015

2015/16 First Quarter Financials

Alameda County Schools Insurance Group
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Dublin, CA 94568
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EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: 2015/2016 First Quarter Financials

ACSIG partners with SETECH for financial services support. Enclosed are the 2015/2016. First Quarter financial statements for review. These financial statements reflect the 2014/2015 annual balances previously reviewed in the audit. ACSIG is very pleased with the services of SETECH and validates the accuracy of these financial statements.

A representative from SETECH will review the financial statements with the Executive Committee. The Board will be asked to recommend approve this report.

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP

TREASURER'S REPORT

AS OF SEPTEMBER 30, 2015 AND FOR THE THREE MONTHS THEN ENDED

As mandated by Section 53646 of the California Government Code, Alameda County Schools Insurance Group is required to disclose that it is able to meet its pool's expenditure requirements for the next six months and is in complete compliance with the current Investment Policy as of the date of this report.



_____

President

SETECH (Service Enhancement Technologies)

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For the Executive Committee Meeting of October 29, 2015

Alameda County Schools Insurance Group (ACSIG)

Table of Contents

	Page
Distribution and Use of Report	I
Financial Statements by Program:	
By Program:	
Consolidated	1
Workers Compensation	2
Dental	3
Vision	4
Property and Liability	5
Operations	6
A) Statement of Net Position As of 06/30/2015 and 09/30/2015	
B) Statement of Revenues, Expenditures and Changes in Net Position Adopted Budget Versus Actual For The Three Months Ended 09/30/2015 -	
Schedule of Discounted Claim Liabilities For The Three Months Ended 09/30/2015 -	
Workers Compensation	7, 7A, 7B
Property Liability	8

Distribution and Use of Report

This financial management information report (Report) prepared by Service Enhancement Technologies (SETECH), a Division of Keenan & Associates, is intended solely for internal use by the Authority's Officers, Board Members, Advisory Committee Members, and for internal decision making purposes only in regards to the Authority's insurance program.

SETECH makes no representations or warranties regarding the use of this Report for any other purpose other than for the Authority's insurance program. The official version of the Report is finalized only upon approval by the Authority's Board of Directors and/or Advisory Committee in accordance with the Authority's Agreement and Bylaws following presentation by SETECH or Keenan & Associates. We understand that members may wish to provide a copy of this Report to auditors and regulatory authorities on the conditions that:

A) The official approved Report is used,

B) The entire Report be distributed rather than any excerpts,

C) All recipients be made aware that a SETECH staff member is available to answer any questions regarding the contents of the Report,

D) The recipients recognize that the furnishing of this Report is not a substitute for their own due diligence, and they place no undue reliance on the Report or the data for purposes other than for which it was created. No creation of any duty or liability of SETECH to the recipient is owed if the Report is used for purposes other than for which it was created.

SETECH may utilize actuarial projections as an integral component of this Report, as provided by the Authority's actuary and in the case of some Benefit Groups, by a staff member of the Keenan & Associates Technical Department. We may also rely upon financial data provided by the Authority's Treasurer, Accountant or County Office of Education. We have not audited this data and are not responsible for its accuracy. With any financial analysis, the accuracy and relevance of the conclusions as well as the reasonableness of the recommendations depend upon the accuracy and relevance of the underlying data. Financial information provided in this Report is subject to an annual independent financial audit.

SETECH strives to maintain the strictest confidentiality of any information for our clients. The pages of this Report indicate that the information contained in the Report is for "Client Confidential Use Only." This indicates that SETECH will only disclose information contained in these Reports to our intended clients, their members or their contracted parties.

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Position
Consolidated
As of 06/30/2015 and 09/30/2015

	Audited As of 06/30/2015	Activity 07/01/2015 - 09/30/2015	Unaudited As of 09/30/2015
Assets:			
Current Assets			
Workers Compensation	$ 5,329,735	5,560,289	$ 10,890,024
Dental	2,596,127	(285,329)	2,310,798
Vision	1,228,583	(154,352)	1,074,231
Property and Liability	1,135,222	(503,865)	631,357
Operations	289,482	(37,752)	251,730
Cash and Cash Equivalents	$ 10,579,149	4,578,991	$ 15,158,140
Investments Morgan Stanley - current	608,107	- -	608,107
Accounts Receivable	5,582,053	434,943	6,016,996
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable) (1)	- -	- -	- -
Subtotal Current Assets	16,769,309	5,013,934	21,783,243
Noncurrent Assets			
Investments @ FMV - Morgan Stanley (3)	15,133,468	59,965	15,193,433
Capital - Equipment,net of depreciation	4,147	- -	4,147
	15,137,615	59,965	15,197,580
Total Assets	**$ 31,906,924**	**$ 5,073,899**	**$ 36,980,823**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 2,721,576	$ 1,776,666	$ 4,498,242
Prefunding deposits (2)	3,116,431	- -	3,116,431
Advance Contributions	- -	2,961,059	2,961,059
Current Portion of claims and claim adjustment	3,665,741	(3,895)	3,661,847
Subtotal Current Liabilities	9,503,748	4,733,830	14,237,579
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	19,586,125	(353,027)	19,233,097
Unallocated Loss Adjustment Expense (ULAE)	1,559,819	- -	1,559,819
Subtotal Claim Liabilities	21,145,944	(353,027)	20,792,916
Total Liabilities	$ 30,649,692	$ 4,380,803	$ 35,030,495
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	1,253,085	693,096	1,946,181
Designated - Capital Assets	4,147	- -	4,147
Total Net Position	$ 1,257,232	$ 693,096	$ 1,950,328
Total Liabilities and Ending Net Position	**$ 31,906,924**	**$ 5,073,899**	**$ 36,980,823**

Footnote:

(1) Interfund transfers net to zero on consolidated financial statements. This is a internal function used to transfer or allocate expense and income from one program to another without transfer of cash.
(2) Estimated six weeks of dental claims funded by each member to maintain positive cash flow.
(3) Morgan Stanley Smith Barney Investment shown at Fair Market Value, accured interest shown as accounts receivable.

Alameda County Schools Insurance Group (ACSIG)
Consolidated
Statement of Revenues, Expenditures and Changes in Net Position
For The Three Months Ended 09/30/2015

	Cash Activity 07/01/2015 09/30/2015	Allocations	Change in Accruals	Balance Year to Date	2015/2016 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2015				$ 1,257,232			
Beginning Cash	$ 26,320,724				$ 1,257,232		
Operating Revenue:							
Premiums Paid by Members	$ 39,786,171	$ (11,225)	$ (2,660,924)	$ 37,125,247	$ 136,126,495	$ (99,001,248)	27.27 %
Total Operating Revenue	39,786,171	(11,225)	(2,660,924)	37,125,247	136,126,495	(99,001,248)	27.27
Operating Expenditures:							
Classified Salaries	25,348	32,757	(557)	57,548	227,675	(170,127)	25.28
Statutory Benefits	11,378	5,006	(3,869)	12,515	81,308	(68,793)	15.39
Health & Welfare	3,214	2,143	- -	5,357	39,000	(33,643)	13.74
Employer Tax Expense	- -	824	- -	824	69,977	(69,153)	1.18
Telephone & Internet	1,090	- -	(75)	1,015	10,500	(9,485)	9.67
Supplies Office	689	- -	(430)	259	10,500	(10,241)	2.47
Supplies - Other	215	- -	- -	215	10,500	(10,285)	2.05
Eligibility Processing	47,239	- -	- -	47,239	181,200	(133,961)	26.07
Brokerage Fees-Dental-ACSIG	64,583	- -	- -	64,583	284,000	(219,417)	22.74
Brokerage Fees-Dental-MD	68,344	- -	- -	68,344	276,000	(207,656)	24.76
Travel and Conferences	1,671	377	(790)	1,258	19,500	(18,242)	6.45
Mileage	2,206	- -	- -	2,206	7,350	(5,144)	30.01
Dues & Memberships	450	- -	- -	450	1,300	(850)	34.62
Postage & Meter	310	- -	- -	310	2,750	(2,440)	11.27
Insurance Expense-PIPS&NCR	5,578,402	- -	- -	5,578,402	21,125,746	(15,547,344)	26.41
Insurance Expense-PIPS Adj	- -	- -	- -	- -	500,000	(500,000)	- -
Utility - Operating-Rent	25,880	(16,036)	- -	9,844	32,255	(22,411)	30.52
Advertising	- -	- -	- -	- -	2,100	(2,100)	- -
Contract Services	- -	- -	- -	- -	19,025	(19,025)	- -
Contract Services -PL-Investigation	- -	- -	- -	- -	- -	- -	- -
Contract Services	- -	- -	- -	- -	10,000	(10,000)	- -
Audit Fees	9,750	- -	- -	9,750	16,350	(6,600)	59.63
Other Services/Operating Expenses	341	- -	- -	341	7,125	(6,784)	4.79
Capital Equipment/Depreciation	- -	- -	- -	- -	5,250	(5,250)	- -
Repairs & Maintenance	- -	- -	- -	- -	5,250	(5,250)	- -
Legal	- -	- -	- -	- -	5,250	(5,250)	- -
Accounting Services	- -	- -	- -	- -	15,750	(15,750)	- -
County Courier	- -	- -	- -	- -	3,675	(3,675)	- -
Shredding	307	24	(210)	121	2,100	(1,979)	- -
Copier & Scanner	3,386	63	(728)	2,721	14,999	(12,278)	18.14
Claims Administration Services	85,295	- -	(290)	85,005	193,429	(108,424)	43.95
Self-Insurance Fee	- -	- -	- -	- -	246,610	(246,610)	- -
Claims Paid-WC	603,421	- -	(141,092)	462,329	4,000,000	(3,537,671)	11.56
Claims Paid-PL	4,466	- -	- -	4,466	100,000	(95,534)	4.47
Physical Abilities Testing	(245)	- -	1,225	980	22,500	(21,520)	4.36
Training	- -	- -	- -	- -	5,000	(5,000)	- -
First-Aid Program	(763)	- -	1,590	827	25,000	(24,173)	3.31
Food Service Training	- -	- -	- -	- -	10,000	(10,000)	- -
Special Ed Training	- -	- -	- -	- -	10,000	(10,000)	- -
Bank Charge & WC Penalty Reimb	2,787	- -	- -	2,787	- -	2,787	- -
Cobra Premiums	- -	- -	- -	- -	235,000	(235,000)	- -
Dental Insurance Premiums	27,849,914	- -	2,000,000	29,849,914	106,652,000	(76,802,086)	27.99
Vision Insurance Premiums	837,766	- -	(213,567)	624,199	2,550,000	(1,925,801)	24.48
Claim Development Expense	- -	- -	(356,922)	(356,922)	(3,050,000)	2,693,078	11.70
ACA Fees	- -	- -	- -	- -	- -	- -	- -
Total Operating Expenditures	35,227,444	25,159	1,284,285	36,536,888	133,985,974	(97,449,086)	27.27 %
Net Increase/(Decrease) from Operations	4,558,727	(36,384)	(3,945,209)	588,359	2,140,521	(1,552,162)	%
Non Operating Income/(Expense)							
Interest Income	81,192	- -	(11,877)	69,317	218,250	(148,933)	31.76
Net Increase/(Decrease) in Fair Value	29,641	- -	- -	29,641	- -	29,641	- -
Realized Gain/(Loss) on Investments	(13)	- -	- -	(13)	- -	(13)	- -
Interfund Trans, Other Inc/Exp	(30,591)	- -	36,383	5,792	- -	5,792	- -
Total Non Operating Income/(Expense)	80,229	- -	24,506	104,737	218,250	(113,513)	47.99 %
Ending Cash	$ 30,959,680	(36,384)					
Net Increase/(Decrease) in Net Position		$ (36,384)	$ (3,920,703)	693,096	$ 2,358,771	$ (1,665,675)	%
Unaudited - Ending Net Position, as of 09/30/2015				**$ 1,950,328**	**$ 3,616,003**	**$ (1,665,675)**	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Workers' Compensation
As of 06/30/2015 and 09/30/2015

	Audited As of 06/30/2015	Activity 07/01/2015 - 09/30/2015	Unaudited As of 09/30/2015
Assets:			
Current Assets			
Funds with County - WC - #44906	$ 1,347,776	2,441,994	$ 3,789,770
Funds in Transit - #44906 to Morgan Stanley Investments	- -	- -	- -
Funds with County - Retention Fund #44904	17,340	16	17,356
Union Bank Claims - #0129	238,600	2,812,322	3,050,922
Union Bank Claims Trust Account - #0600	475,784	256,939	732,723
Local Agency Investment Funds (L.A.I.F.)	3,145,491	2,224	3,147,715
Money Market - Morgan Stanley	104,744	46,794	151,538
Cash and Cash Equivalents	$ 5,329,735	5,560,289	$ 10,890,024
Investments Morgan Stanley - current	608,107	- -	608,107
Accounts Receivable	98,001	128,731	226,732
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable)	(895,283)	(2,936,845)	(3,832,128)
Subtotal Current Assets	5,140,560	2,752,175	7,892,735
Noncurrent Assets			
Investments Morgan Stanley	11,383,173	34,698	11,417,871
Capital - Equipment,net of depreciation	- -	- -	- -
	11,383,173	34,698	11,417,871
Total Assets	**$ 16,523,733**	**$ 2,786,873**	**$ 19,310,606**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 2,815	$ (2,815)	$ - -
Prefunding deposits	- -	- -	- -
Advance Contributions	- -	2,961,059	2,961,059
Current Portion of claims and claim adjustment	1,792,000	- -	1,792,000
Subtotal Current Liabilities	1,794,815	2,958,244	4,753,059
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	19,567,518	(349,840)	19,217,678
Unallocated Loss Adjustment Expense (ULAE)	1,509,000	- -	1,509,000
Subtotal	21,076,518	(349,840)	20,726,678
Total Liabilities	$ 22,871,333	$ 2,608,404	$ 25,479,737
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	(6,347,600)	178,469	(6,169,131)
Designated - Capital Assets	- -	- -	- -
Total Net Position	$ (6,347,600)	$ 178,469	$ (6,169,131)
Total Liabilities and Ending Net Position	**$ 16,523,733**	**$ 2,786,873**	**$ 19,310,606**

Alameda County Schools Insurance Group (ACSIG)
Workers' Compensation
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Three Months Ended 09/30/2015

	Cash Activity 07/01/2015 09/30/2015	Allocations	Change in Accruals	Balance Year to Date	2015/2016 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2015				$ (6,347,600)			
Beginning Cash and Investments	$ 17,321,015				$ (6,347,600)		
Operating Revenue:							
Premiums Paid by Members	$ 7,862,856	$ --	$ (2,961,059)	$ 4,901,797	$ 24,592,230	$ (19,690,433)	19.93 %
Total Operating Revenue	7,862,856	--	(2,961,059)	4,901,797	24,592,230	(19,690,433)	19.93
Operating Expenditures:	--						
Classified Salaries	--	14,019	--	14,019	56,819	(42,800)	24.67
Statutory Benefits	--	3,755	--	3,755	20,296	(16,541)	18.50
Health & Welfare	--	1,607	--	1,607	7,800	(6,193)	20.60
Employer Tax Expense	--	200	--	200	17,463	(17,263)	1.15
Telephone & Internet	--	152	--	152	1,500	(1,348)	10.13
Supplies Office	--	39	--	39	1,500	(1,461)	2.60
Supplies - Other	--	32	--	32	1,500	(1,468)	2.13
Eligibility Processing	--	--	--	--	--	--	--
Brokerage Fees-Dental-ACSIG	--	--	--	--	--	--	--
Brokerage Fees-Dental-MD	--	--	--	--	--	--	--
Travel and Conferences	--	189	--	189	2,250	(2,061)	8.40
Mileage	--	331	--	331	1,050	(719)	31.52
Dues & Memberships	--	68	--	68	150	(82)	45.33
Postage & Meter	--	5	--	5	100	(95)	5.00
Insurance Expense-PIPS	4,580,463	--	--	4,580,463	20,103,731	(15,523,268)	22.78
PIPS Contribution Adjustmert	--	--	--	--	500,000	(500,000)	--
Utility - Operating-Rent	--	1,477	--	1,477	4,608	(3,131)	32.05
Advertising	--	--	--	--	300	(300)	--
Contract Services - Actuarial	--	--	--	--	7,775	(7,775)	--
Contract Services -PL-Investigation	--	--	--	--	--	--	--
CAJPA Dues/Accreditation	--	--	--	--	--	--	--
Audit Fees	--	1,463	--	1,463	2,175	(712)	67.26
Other Services/Operating Expenses	--	51	--	51	2,625	(2,574)	1.94
Capital Equipment/Depreciation	--	--	--	--	750	(750)	--
Repairs & Maintenance	--	--	--	--	750	(750)	--
Legal	--	--	--	--	750	(750)	--
Accounting Services	--	--	--	--	2,250	(2,250)	--
County Courier	--	--	--	--	525	(525)	--
Shredding	--	18	--	18	750	(732)	2.40
Copier & Scanner	--	45	--	45	250	(205)	18.00
Claims Administration Services	85,002	--	--	85,002	175,429	(90,427)	48.45
Self-Insurance Fee	--	--	--	--	246,610	(246,610)	--
Claims Paid-WC	603,421	--	(141,092)	462,329	4,000,000	(3,537,671)	11.56
Claims Paid-PL	--	--	--	--	--	--	--
Physical Abilities Testing	(245)	--	1,225	980	10,000	(9,020)	9.80
Training	--	--	--	--	5,000	(5,000)	--
First-Aid Program	(763)	--	1,590	827	25,000	(24,173)	3.31
Food Service Training	--	--	--	--	10,000	(10,000)	--
Special Ed Training	--	--	--	--	10,000	(10,000)	--
Bank Charge & WC Penalty Reimb	--	--	--	--	--	--	--
Cobra Premiums	--	--	--	--	--	--	--
Dental Insurance Premiums	--	--	--	--	--	--	--
Vision Insurance Premiums	--	--	--	--	--	--	--
Claim Development Expense	--	--	(349,840)	(349,840)	(3,000,000)	2,650,160	11.66
ACA Fees	--	--	--	--	--	--	--
Total Operating Expenditures	5,267,878	23,451	(488,117)	4,803,212	22,219,706	(17,416,494)	21.62 %
Net Increase/(Decrease) from Operations	2,594,978	(23,451)	(2,472,942)	98,585	2,372,524	(2,273,939)	4.16 %
Non Operating Income/(Expense)							
Interest Income	58,202	--	(6,729)	51,471	150,000	(98,529)	34.31
Net Increase/(Decrease) in Fair Value	22,625	--	--	22,625	--	22,625	--
Realized Gain/(Loss) on Investments	(10)	--	--	(10)	--	(10)	--
Interfund Transfer, Other Income	2,919,192	--	(2,913,394)	5,798	--	5,798	--
Total Non Operating Income/(Expense)	3,000,009	$ --	$ (2,920,123)	79,884	150,000	(70,116)	53.26 %
Ending Cash	$ 22,916,002						
Net Increase/(Decrease) in Net Position				178,469	2,522,524	(2,344,055)	
Unaudited - Ending Net Position, as of 09/30/2015				**$ (6,169,131)**	**$ (3,825,076)**	**$ (2,344,055)**	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Dental
As of 06/30/2015 and 09/30/2015

	Audited As of 06/30/2015	Activity 07/01/2015 - 09/30/2015	Unaudited As of 09/30/2015
Assets:			
Current Assets			
Cash with County ACSIG #44901	$ 1,238,394	(642,300)	$ 596,094
Union Bank - Eligibility #9938	1,215,836	270,378	1,486,214
Union Bank - Expense #2064	5,795	83,727	89,522
Union Bank - Cobra Trust #0273	136,102	2,866	138,968
Union Bank - zero balance accounts	- -	- -	- -
Cash and Cash Equivalents	$ 2,596,127	(285,329)	$ 2,310,798
Investments Morgan Stanley - current	- -	- -	- -
Accounts Receivable	5,437,440	(2,257)	5,435,183
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable)	1,872,988	2,913,879	4,786,867
Subtotal Current Assets	9,906,555	2,626,293	12,532,848
Noncurrent Assets			
Investments - Morgan Stanley	2,693,874	18,149	2,712,023
Capital - Equipment,net of depreciation	- -	- -	- -
	2,693,874	18,149	2,712,023
Total Assets	**$ 12,600,429**	**$ 2,644,442**	**$ 15,244,871**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 2,487,589	$ 2,000,000	$ 4,487,589
Prefunding deposits	3,085,589	- -	3,085,589
Advance Contributions	- -	- -	- -
Current Portion of claims and claim adjustment	1,709,000	- -	1,709,000
Subtotal Current Liabilities	7,282,178	2,000,000	9,282,178
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	- -	- -	- -
Subtotal Claim Liabilities	- -	- -	- -
Total Liabilities	$ 7,282,178	$ 2,000,000	$ 9,282,178
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	5,318,251	644,442	5,962,693
Designated - Capital Assets	- -	- -	- -
Total Net Position	$ 5,318,251	$ 644,442	$ 5,962,693
Total Liabilities and Ending Net Position	**$ 12,600,429**	**$ 2,644,442**	**$ 15,244,871**

Alameda County Schools Insurance Group (ACSIG)
Dental
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Three Months Ended 09/30/2015

	Cash Activity 07/01/2015 09/30/2015	Allocations	Change in Accruals	Balance Year to Date	2015/2016 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2015				$ 5,318,251			
Beginning Cash and Investments	$ 5,290,001				$ 5,318,251		
Operating Revenue:							
Premiums Paid by Members	$ 30,723,984	$ --	$ --	$ 30,723,984	$ 107,800,000	$ (77,076,016)	28.50 %
Total Operating Revenue	30,723,984	--	--	30,723,984	107,800,000	(77,076,016)	28.50
Operating Expenditures:							
Classified Salaries	--	33,643	--	33,643	131,063	(97,420)	25.67
Statutory Benefits	--	6,258	--	6,258	46,798	(40,540)	13.37
Health & Welfare	--	2,679	--	2,679	25,350	(22,671)	10.57
Employer Tax Expense	--	483	--	483	40,283	(39,800)	1.20
Telephone & Internet	--	710	--	710	7,500	(6,790)	9.47
Supplies Office	--	182	--	182	7,500	(7,318)	2.43
Supplies - Other	--	150	--	150	7,500	(7,350)	2.00
Eligibility Processing	47,239	--	--	47,239	181,200	(133,961)	26.07
Brokerage Fees-Dental-ACSIG	64,583	--	--	64,583	284,000	(219,417)	22.74
Brokerage Fees-Dental-MD	68,344	--	--	68,344	276,000	(207,656)	24.76
Travel and Conferences	--	881	--	881	15,000	(14,119)	5.87
Mileage	--	1,544	--	1,544	5,250	(3,706)	29.42
Dues & Memberships	--	315	--	315	1,000	(685)	31.50
Postage & Meter	--	295	--	295	2,500	(2,205)	11.78
Insurance Expense	--	--	--	--	--	--	--
					--	--	--
Net, Operating-Rent	--	6,891	--	6,891	23,040	(16,149)	29.91
Advertising	--	--	--	--	1,500	(1,500)	--
Contract Services - Actuarial	--	--	--	--	9,375	(9,375)	--
Contract Services -PL-Investigation	--	--	--	--	--	--	--
Contracted Services	--	--	--	--	10,000	(10,000)	--
Audit Fees	--	6,825	--	6,825	12,000	(5,175)	56.88
Other Services/Operating Expenses	--	239	--	239	3,750	(3,511)	6.36
Capital Equipment/Depreciation	--	--	--	--	3,750	(3,750)	--
Repairs & Maintenance	--	--	--	--	3,750	(3,750)	--
Legal	--	--	--	--	3,750	(3,750)	--
Accounting Services	--	--	--	--	11,250	(11,250)	--
County Courier	--	--	--	--	2,625	(2,625)	--
Shredding	--	85	--	85	1,125	(1,040)	7.54
Copier & Scanner	--	2,585	--	2,585	14,249	(11,664)	18.14
Claims Administration Services	--	--	--	--	--	--	--
Self-Insurance Fee	--	--	--	--	--	--	--
Claims Paid-WC	--	--	--	--	--	--	--
Claims Paid-PL	--	--	--	--	--	--	--
Physical Abilities Testing	--	--	--	--	--	--	--
Training	--	--	--	--	--	--	--
First-Aid Program	--	--	--	--	--	--	--
Food Service Training	--	--	--	--	--	--	--
Special Ed Training	--	--	--	--	--	--	--
Bank Charge	2,787	--	--	2,787	--	2,787	--
Cobra Premiums	--	--	--	--	235,000	(235,000)	--
Dental Insurance Premiums	27,849,914	--	2,000,000	29,849,914	106,652,000	(76,802,086)	27.99
Vision Insurance Premiums	--	--	--	--	--	--	--
Claim Development Expense	--	--	--	--	--	--	--
ACA Fees	--	--	--	--	--	--	--
Total Operating Expenditures	28,032,867	63,763	2,000,000	30,096,630	108,018,108	(77,921,478)	27.86 %
Net Increase/(Decrease) from Operations	2,691,117	(63,763)	(2,000,000)	627,354	(218,108)	845,462	(287.63) %
Non Operating Income/(Expense)							
Interest Income	14,306	5	(2,257)	12,052	50,000	(37,948)	24.10
Net Increase/(Decrease) in Fair Value	5,039	--	--	5,039	--	5,039	--
Realized Gain/(Loss) on Investments	(2)	--	--	(2)	--	(2)	--
I Transfer, YE Close, Rebate	(2,977,639)	--	2,977,637	--	--	--	
Total Non Operating Income/(Expense)	(2,958,297)	$ 5	$ 2,975,380	17,089	50,000	(32,911)	34.18 %
Ending Cash	$ 5,022,821						
Net Increase/(Decrease) in Net Position				644,442	(168,108)	812,550	%
Unaudited - Ending Net Position, as of 09/30/2015				**$ 5,962,693**	**$ 5,150,143**	**$ 812,550**	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Vision
As of 06/30/2015 and 09/30/2015

	Audited As of 06/30/2015	Activity 07/01/2015 - 09/30/2015	Unaudited As of 09/30/2015
Assets:			
Current Assets			
Cash with County #44902	$ 1,228,583	(154,352)	$ 1,074,231
Funds in Transit - #44902 to Morgan Stanley Investments	- -	- -	- -
Cash and Cash Equivalents	1,228,583	(154,352)	1,074,231
Investments Morgan Stanley - current	- -	- -	- -
Accounts Receivable	41,467	(887)	40,580
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable)	154,235	(854)	153,381
Subtotal Current Assets	1,424,285	(156,093)	1,268,192
Noncurrent Assets			
Investments - Morgan Stanley	1,056,421	7,118	1,063,539
Capital - Equipment,net of depreciation	- -	- -	- -
	1,056,421	7,118	1,063,539
Total Assets	**$ 2,480,706**	**$ (148,975)**	**$ 2,331,731**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 213,567	$ (213,567)	$ - -
Prefunding deposits	30,842	- -	30,842
Advance Contributions	- -	- -	- -
Current Portion of claims and claim adjustment	142,000	- -	142,000
Subtotal Current Liabilities	386,409	(213,567)	172,842
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	- -	- -	- -
Subtotal Claim Liabilities	- -	- -	- -
Total Liabilities	$ 386,409	$ (213,567)	$ 172,842
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	2,094,297	64,592	2,158,889
Designated - Capital Assets	- -	- -	- -
Total Net Position	$ 2,094,297	$ 64,592	$ 2,158,889
Total Liabilities and Ending Net Position	**$ 2,480,706**	**$ (148,975)**	**$ 2,331,731**

Alameda County Schools Insurance Group (ACSIG)
Vision
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Three Months Ended 09/30/2015

	Cash Activity 07/01/2015 09/30/2015	Allocations	Change in Accruals	Balance Year to Date	2015/2016 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2015				$ 2,094,297			
Beginning Cash and Investments	$ 2,285,004				$ 2,094,297		
Operating Revenue:							
Premiums Paid by Members	$ 689,815	$ --	$ 2,004	$ 691,819	$ 2,600,000	$ (1,908,181)	26.61 %
Total Operating Revenue	689,815	--	2,004	691,819	2,600,000	(1,908,181)	26.61
Operating Expenditures:							
Classified Salaries	--	5,755	--	5,755	22,767	(17,012)	25.28
Statutory Benefits	--	1,252	--	1,252	8,131	(6,879)	15.39
Health & Welfare	--	536	--	536	3,900	(3,364)	13.74
Employer Tax Expense	--	82	--	82	6,998	(6,916)	1.18
Telephone & Internet	--	101	--	101	1,000	(899)	10.10
Supplies Office	--	26	--	26	1,000	(974)	2.60
Supplies - Other	--	21	--	21	1,000	(979)	2.10
Eligibility Processing	--	--	--	--	--	--	--
Brokerage Fees-Dental-ACSIG	--	--	--	--	--	--	--
Brokerage Fees-Dental-MD	--	--	--	--	--	--	--
Travel and Conferences	--	126	--	126	1,500	(1,374)	8.40
Mileage	--	221	--	221	700	(479)	31.52
Dues & Memberships	--	45	--	45	100	(55)	45.00
Postage & Meter	--	8	--	8	150	(142)	5.33
Insurance Expense	--	--	--	--	--	--	--
					--	--	--
Utility - Operating-Rent	--	984	--	984	3,072	(2,088)	32.03
Advertising	--	--	--	--	200	(200)	--
Contract Services - Actuarial	--	--	--	--	1,250	(1,250)	--
Contract Services -PL-Investigation	--	--	--	--	--	--	--
Contract Services	--	--	--	--	--	--	--
Audit Fees	--	975	--	975	1,450	(475)	67.24
Other Services/Operating Expense:	--	34	--	34	500	(466)	6.80
Capital Equipment/Depreciation	--	--	--	--	500	(500)	--
Repairs & Maintenance	--	--	--	--	500	(500)	--
Legal	--	--	--	--	500	(500)	--
Accounting Services	--	--	--	--	1,500	(1,500)	--
County Courier	--	--	--	--	350	(350)	--
Shredding	12	--	--	12	150	(138)	8.00
Copier & Scanner	73	--	--	73	400	(327)	18.25
Claims Administration Services	--	--	--	--	--	--	--
Self-Insurance Fee	--	--	--	--	--	--	--
Claims Paid-WC	--	--	--	--	--	--	--
Claims Paid-PL	--	--	--	--	--	--	--
Physical Abilities Testing	--	--	--	--	--	--	--
Training	--	--	--	--	--	--	--
First-Aid Program	--	--	--	--	--	--	--
Food Service Training	--	--	--	--	--	--	--
Special Ed Training	--	--	--	--	--	--	--
Bank Charge & WC Penalty Reimb	--	--	--	--	--	--	--
Cobra Premiums	--	--	--	--	--	--	--
Dental Insurance Premiums	--	--	--	--	--	--	--
Vision Insurance Premiums	837,766	--	(213,567)	624,199	2,550,000	(1,925,801)	24.48
Claim Development Expense	--	--	--	--	--	--	--
ACA Fees	--	--	--	--	--	--	--
Total Operating Expenditures	837,851	10,165	(213,567)	634,449	2,607,618	(1,973,169)	24.33 %
Net Increase/(Decrease) from Operations	(148,036)	(10,165)	215,571	57,370	(7,618)	64,988	%
Non Operating Income/(Expense)							
Interest Income	8,137	--	(2,891)	5,246	17,500	(12,254)	29.98
Net Increase/(Decrease) in Fair Value	1,977	--	--	1,977	--	1,977	--
Realized Gain/(Loss) on Investments	(1)	--	--	(1)	--	(1)	--
Interfund Transfer	(9,311)	--	9,311	--	--	--	
Total Non Operating Income/(Expense)	802	$ --	$ 6,420	7,222	17,500	(10,278)	41.27 %
Ending Cash	$ 2,137,770						
Net Increase/(Decrease) in Net Position				64,592	$ 9,882	$ 54,710	%
Unaudited - Ending Net Position, as of 09/30/2015				**$ 2,158,889**	**$ 2,104,179**	**$ 54,710**	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Property and Liability
As of 06/30/2015 and 09/30/2015

	Audited As of 06/30/2015	Activity 07/01/2015 - 09/30/2015	Unaudited As of 09/30/2015
Assets:			
Current Assets			
Cash with County - #44903	$ 494,959	(267,731)	$ 227,228
Funds in Transit - #44903 to Morgan Stanley Investments	- -	- -	- -
Union Bank - Checking #0311	622,302	(229,008)	393,294
Union Bank - Claims Trust #1186	17,961	(7,126)	10,835
Cash and Cash Equivalents	$ 1,135,222	(503,865)	$ 631,357
Investments Morgan Stanley - current	- -	- -	- -
Accounts Receivable	5,145	309,356	314,501
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable)	(854,442)	(7,271)	(861,713)
Subtotal Current Assets	285,925	(201,780)	84,145
Noncurrent Assets			
Investments - Morgan Stanley	- -	- -	- -
Capital - Equipment,net of depreciation	- -	- -	- -
	- -	- -	- -
Total Assets	**$ 285,925**	**$ (201,780)**	**$ 84,145**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 290	$ (290)	$ - -
Prefunding deposits	- -	- -	- -
Advance Contributions	- -	- -	- -
Current Portion of claims and claim adjustment	22,741	(3,895)	18,847
Subtotal Current Liabilities	23,031	(4,185)	18,847
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	18,607	(3,187)	15,419
Unallocated Loss Adjustment Expense (ULAE)	50,819	- -	50,819
Subtotal	69,426	(3,187)	66,238
Total Liabilities	$ 92,457	$ (7,372)	$ 85,085
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	193,468	(194,408)	(940)
Designated - Capital Assets	- -	- -	- -
Total Net Position	$ 193,468	$ (194,408)	$ (940)
Total Liabilities and Ending Net Position	**$ 285,925**	**$ (201,780)**	**$ 84,145**

Alameda County Schools Insurance Group (ACSIG)
Property and Liability
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Three Months Ended 09/30/2015

	Cash Activity 07/01/2015 09/30/2015	Allocations	Change in Accruals	Balance Year to Date	2015/2016 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2015				$ 193,468			
Beginning Cash and Investments	$ 1,135,222				$ 193,468		
Operating Revenue:							
Premiums Paid by Members	$ 498,291	$ --	$ 309,356	$ 807,647	$ 1,134,265	$ (326,618)	71.20 %
Total Operating Revenue	498,291	--	309,356	807,647	1,134,265	(326,618)	71.20
Operating Expenditures:							
Classified Salaries	--	4,132	--	4,132	17,026	(12,894)	24.27
Statutory Benefits	--	1,252	--	1,252	6,083	(4,831)	20.57
Health & Welfare	--	536	--	536	1,950	(1,414)	27.47
Employer Tax Expense	--	59	--	59	5,233	(5,174)	1.13
Telephone & Internet	--	52	--	52	500	(448)	10.31
Supplies Office	--	12	--	12	500	(488)	2.46
Supplies - Other	--	12	--	12	500	(488)	2.37
Eligibility Processing	--	--	--	--	--	--	--
Brokerage Fees-Dental-ACSIG	--	--	--	--	--	--	--
Brokerage Fees-Dental-MD	--	--	--	--	--	--	--
Travel and Conferences	--	62	--	62	750	(688)	8.26
Mileage	--	110	--	110	350	(240)	31.52
Dues & Memberships	--	22	--	22	50	(28)	44.00
Postage & Meter	--	3	--	3	--	3	--
Insurance Expense-NCR	997,939	--	--	997,939	1,022,015	(24,076)	97.64
					--		--
Utility - Operating-Rent	--	492	--	492	1,535	(1,043)	32.07
Advertising	--	--	--	--	100	(100)	--
Contract Services - Actuarial	--	--	--	--	625	(625)	--
Contract Services -PL-Investigation	--	--	--	--	--	--	--
Contract Services - Legal	--	--	--	--	--	--	--
Audit Fees	--	487	--	487	725	(238)	67.17
Other Services/Operating Expenses	--	17	--	17	250	(233)	6.90
Capital Equipment/Depreciation	--	--	--	--	250	(250)	--
Repairs & Maintenance	--	--	--	--	250	(250)	--
Legal	--	--	--	--	250	(250)	--
Accounting Services	--	--	--	--	750	(750)	--
County Courier	--	--	--	--	175	(175)	--
Shredding	--	6	--	6	75	(69)	8.48
Copier & Scanner	--	18	--	18	100	(82)	18.05
Claims Administration Services	293	--	(290)	3	18,000	(17,997)	0.02
Self-Insurance Fee	--	--	--	--	--	--	--
Claims Paid-WC	--	--	--	--	--	--	--
Claims Paid-PL	4,466	--	--	4,466	100,000	(95,534)	4.47
Physical Abilities Testing	--	--	--	--	12,500	(12,500)	--
Training	--	--	--	--	--	--	--
First-Aid Program	--	--	--	--	--	--	--
Food Service Training	--	--	--	--	--	--	--
Special Ed Training	--	--	--	--	--	--	--
Bank Charge & WC Penalty Reimb	--	--	--	--	--	--	--
Cobra Premiums	--	--	--	--	--	--	--
Dental Insurance Premiums	--	--	--	--	--	--	--
Vision Insurance Premiums	--	--	--	--	--	--	--
Claim Development Expense	--	--	(7,082)	(7,082)	(50,000)	42,918	14.16
ACA Fees	--	--	--	--	--	--	--
Total Operating Expenditures	1,002,698	7,271	(7,372)	1,002,597	1,140,542	(137,945)	87.91 %
Net Increase/(Decrease) from Operations	(504,407)	(7,271)	316,728	(194,950)	(6,277)	(188,673)	-- %
Non Operating Income/(Expense)							
Interest Income	542	--	--	542	750	(208)	72.27
Net Increase/(Decrease) in Fair Value	--	--	--	--	--	--	--
Realized Gain/(Loss) on Investments	--	--	--	--	--	--	--
Interfund Transfer, Other Income	--	--	--	--	--	--	--
Total Non Operating Income/(Expense)	542	$ --	$ --	542	750	(208)	72.27 %
Ending Cash	$ 631,357						
Net Increase/(Decrease) in Net Position				(194,408)	(5,527)	(188,881)	-- %
Unaudited - Ending Net Position, as of 09/30/2015				$ (940)	$ 187,941	$ (188,881)	

Alameda County Schools Insurance Group (ACSIG)
Treasurer's Report- Statement of Net Assets
Operations
As of 06/30/2015 and 09/30/2015

	Audited As of 06/30/2015	Activity 07/01/2015 - 09/30/2015	Unaudited As of 09/30/2015
Assets:			
Current Assets			
Union Bank - Payroll #0176	$ 49,074	(14,944)	$ 34,130
Union Bank Checking Account #1521	240,408	(22,808)	217,600
Cash and Cash Equivalents	$ 289,482	(37,752)	$ 251,730
Investments Morgan Stanley - current	- -	- -	- -
Accounts Receivable	- -	- -	- -
Prepaid Expense	- -	- -	- -
Interfund Receivable/(payable)	(277,498)	31,090	(246,408)
Subtotal Current Assets	11,984	(6,662)	5,322
Noncurrent Assets			
Investments - Morgan Stanley	- -	- -	- -
Capital - Equipment,net of depreciation	4,147	- -	4,147
	4,147	- -	4,147
Total Assets	**$ 16,131**	**$ (6,662)**	**$ 9,469**
Liabilities:			
Current Liabilities			
Accounts Payable	$ 17,315	$ (6,662)	$ 10,653
Prefunding deposits	- -	- -	- -
Advance Contributions	- -	- -	- -
Current Portion of claims and claim adjustment	- -	- -	- -
Subtotal Current Liabilities	17,315	(6,662)	10,653
Noncurrent Liabilities			
Unpaid claims and claim adjustment expenses less current	- -	- -	- -
Subtotal Claim Liabilities	- -	- -	- -
Total Liabilities	$ 17,315	$ (6,662)	$ 10,653
Net Position:			
Undesignated Net Postion - Net Assets/(Deficit)	(5,331)	- -	(5,331)
Designated - Capital Assets	4,147	- -	4,147
Total Net Position	$ (1,184)	$ - -	$ (1,184)
Total Liabilities and Ending Net Position	**$ 16,131**	**$ (6,662)**	**$ 9,469**

Alameda County Schools Insurance Group (ACSIG)
Operations
Statement of Revenues, Expenditures and Changes in Net Fund Assets
For The Three Months Ended 09/30/2015

	Cash Activity 07/01/2015 09/30/2015	Allocations	Change in Accruals	Balance Year to Date	2015/2016 Budget	Variance	Percentage of Budget
Audited - Beginning Net Position, as of 07/01/2015				$ (1,184)			
Beginning Cash and Investments	$ 289,482				$ (1,184)		
Operating Revenue:							
Offset to Rent - Sub Lease	$ 11,225	$ (11,225)	$ --	$ --	$ --	$ --	%
Total Operating Revenue	11,225	(11,225)	--	--	--	--	--
Operating Expenditures:							
Classified Salaries	25,348	(24,791)	(557)	--	--	--	
Statutory Benefits	11,378	(7,509)	(3,869)	--	--	--	
Health & Welfare	3,214	(3,214)	--	--	--	--	
Employer Tax Expense	--	--	--	--	--	--	
Telephone & Internet	1,090	(1,015)	(75)	--	--	--	
Supplies Office	689	(259)	(430)	--	--	--	
Supplies - Other	215	(215)	--	--	--	--	
Eligibility Processing	--	--	--	--	--	--	
Brokerage Fees-Dental-ACSIG	--	--	--	--	--	--	
Brokerage Fees-Dental-MD	--	--	--	--	--	--	
Travel and Conferences	1,671	(881)	(790)	--	--	--	
Mileage	2,206	(2,206)	--	--	--	--	
Dues & Memberships	450	(450)	--	--	--	--	
Postage & Meter	310	(310)	--	--	--	--	
Insurance Expense	--	--	--	--	--	--	
	--				--		
Utility - Operating-Rent	25,880	(25,880)	--	--	--	--	
Advertising	--	--	--	--	--	--	
Contract Services - Actuarial	--	--	--	--	--	--	
Contract Services -PL-Investigation	--	--	--	--	--	--	
Contract Services	--	--	--	--	--	--	
Audit Fees	9,750	(9,750)	--	--	--	--	
Other Services/Operating Expenses	341	(341)	--	--	--	--	
Capital Equipment/Depreciation	--	--	--	--	--	--	
Repairs & Maintenance	--	--	--	--	--	--	
Legal	--	--	--	--	--	--	
Accounting Services	--	--	--	--	--	--	
County Courier	--	--	--	--	--	--	
Shredding	295	(85)	(210)	--	--	--	
Copier & Scanner	3,313	(2,585)	(728)	--	--	--	
Claims Administration Services	--	--	--	--	--	--	
Self-Insurance Fee	--	--	--	--	--	--	
Claims Paid-WC	--	--	--	--	--	--	
Claims Paid-PL	--	--	--	--	--	--	
Physical Abilities Testing	--	--	--	--	--	--	
Training	--	--	--	--	--	--	
First-Aid Program	--	--	--	--	--	--	
Food Service Training	--	--	--	--	--	--	
Special Ed Training	--	--	--	--	--	--	
Bank Charge & WC Penalty Reimb	--	--	--	--	--	--	
Cobra Premiums	--	--	--	--	--	--	
Dental Insurance Premiums	--	--	--	--	--	--	
Insurance - Vision	--	--	--	--	--	--	
Claim Development Expense	--	--	--	--	--	--	
ACA Fees	--	--	--	--	--	--	
Total Operating Expenditures	86,150	(79,492)	(6,659)	--	--	--	-- %
Net Increase/(Decrease) from Operations	(74,925)	68,267	6,659	--	--	--	-- %
Non Operating Income/(Expense)							
Interest Income	5	(5)	--	--	--	--	--
Net Increase/(Decrease) in Fair Value	--	--	--	--	--	--	--
Realized Gain/(Loss) on Investments	--	--	--	--	--	--	--
Interfund Transfer & YE Close	37,168	--	(37,172)	--	--	--	--
Total Non Operating Income/(Expense)	37,173	$ (5)	$ (37,172)	--	--	--	-- %
Ending Cash	$ 251,730						
Net Increase/(Decrease) in Net Position				$ --	$ --	$ --	-- %
Unaudited - Ending Net Position, as of 09/30/2015				$ (1,184)	$ (1,184)	$ --	

1) Percentage Variance calculated using cash activity, prior to allocations.

Alameda County Schools Insurance Group (ACSIG)
Schedule of Claim Liabilities for Workers' Compensation
As of 09/30/2015

	Self-Insured Program Years												
	1978/1979	1984/1985	1985/1986	1986/1987	1987/1988	1988/1989	1989/1990	1990/1991	1991/1992	1992/1993	1993/1994	1994/1995	Totals to Page 7A
Paid Claims	$ 912,481	$ 1,828,378	$ 2,851,131	$ 2,771,048	$ 2,866,569	$ 4,012,959	$ 2,918,400	$ 5,536,468	$ 5,148,881	$ 4,041,886	$ 3,616,816	$ 4,744,877	$ 41,249,894
Reserves	7,385	- -	76,156	66,993	18,651	35,671	28,628	110,477	71,083	111,187	130,506	172,499	829,236
Incurred Claims	919,866	1,828,378	2,927,287	2,838,041	2,885,220	4,048,630	2,947,028	5,646,945	5,219,964	4,153,073	3,747,322	4,917,376	42,079,130
Incurred But Not Reported (IBNR)	42,604	- -	22,713	131,959	34,780	34,370	52,972	133,055	50,036	176,927	122,678	252,624	1,054,718
Non- Discounted Estimated Ultimate Incurred (1)	962,470	1,828,378	2,950,000	2,970,000	2,920,000	4,083,000	3,000,000	5,780,000	5,270,000	4,330,000	3,870,000	5,170,000	43,133,848
Anticipated Investment Income (Discount) (2)	(2,699)	- -	(5,339)	(12,733)	(3,794)	(5,393)	(6,610)	(20,457)	(10,416)	(25,354)	(22,787)	(39,536)	(155,118)
Discounted Estimated Ultimate (1-2)	959,771	1,828,378	2,944,661	2,957,267	2,916,206	4,077,607	2,993,390	5,759,543	5,259,584	4,304,646	3,847,213	5,130,464	42,978,730
Paid Claims	(912,481)	(1,828,378)	(2,851,131)	(2,771,048)	(2,866,569)	(4,012,959)	(2,918,400)	(5,536,468)	(5,148,881)	(4,041,886)	(3,616,816)	(4,744,877)	(41,249,894)
Remaining Estimated Unpaid Claim Liabilities	$ 47,290	$ - -	$ 93,530	$ 186,219	$ 49,637	$ 64,648	$ 74,990	$ 223,075	$ 110,703	$ 262,760	$ 230,397	$ 385,587	$ 1,728,836
(1) Per Bay Actuarial Consultants actuarial study dated February 2015.													
(2) Discounted at 2%, 06/30/2012, 1.5%, 06/30/2014, and 1.5%, 06/30/2015.													
Historical Discounted Estimated Ultimate Incurred:													
As of 06/30/2006	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As of 06/30/2007	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As of 06/30/2008	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As of 06/30/2009	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As of 06/30/2010	793,059	1,889,004	2,789,731	2,944,000	2,906,506	4,017,275	2,912,254	5,524,202	5,140,647	4,323,930	3,718,595	5,137,560	42,096,763
As of 06/30/2011	852,621	1,886,310	2,800,604	2,899,286	2,949,183	4,029,712	2,912,357	5,687,163	5,154,464	4,316,645	3,706,533	5,171,358	42,366,236
As of 06/30/2012	865,386	1,891,056	2,829,735	2,939,513	2,664,915	3,978,682	2,914,559	5,840,572	5,219,982	4,364,052	3,687,860	5,166,611	42,362,923
As of 06/30/2013	954,963	1,828,378	2,917,252	3,003,200	2,674,593	4,009,091	2,922,237	5,789,363	5,200,522	4,331,119	3,639,169	5,209,906	42,479,793
As of 06/30/2014	959,089	1,828,378	2,943,554	2,948,967	2,906,382	4,010,866	2,993,154	5,793,307	5,156,348	4,321,092	3,728,346	5,145,562	42,735,045
As of 06/30/2015	959,745	1,828,378	2,944,649	2,957,392	2,916,153	4,077,607	2,993,338	5,759,425	5,259,555	4,304,405	3,847,149	5,130,367	42,978,163
As of 06/30/2016	959,771	1,828,378	2,944,661	2,957,267	2,916,206	4,077,607	2,993,390	5,759,543	5,259,584	4,304,646	3,847,213	5,130,464	42,978,730
Increase/Decrease	26	- -	12	(125)	53	- -	52	118	29	241	64	97	567

Alameda County Schools Insurance Group (ACSIG)
Schedule of Claim Liabilities for Workers' Compensation
As of 09/30/2015

	Totals From Page 7	Self-Insured Program Years							Totals To Page 7B
		1995/1996	1996/1997	1997/1998	1998/1999	1999/2000	2000/2001	2001/2002	
Paid Claims	$ 41,249,894	$ 5,268,781	$ 6,949,705	$ 6,718,766	$ 8,915,557	$ 7,234,462	$ 10,604,511	$ 11,529,253	$ 98,470,929
Reserves	829,236	278,442	367,277	664,960	1,684,903	1,115,621	771,072	898,183	6,609,694
Incurred Claims	42,079,130	5,547,223	7,316,982	7,383,726	10,600,460	8,350,083	11,375,583	12,427,436	105,080,623
Incurred But Not Reported (IBNR)	1,054,718	262,777	343,018	556,274	649,540	649,917	594,417	862,564	4,973,225
Non- Discounted Estimated Ultimate Incurred (1)	43,133,848	5,810,000	7,660,000	7,940,000	11,250,000	9,000,000	11,970,000	13,290,000	110,053,848
Anticipated Investment Income (Discount) (2)	(155,118)	(53,039)	(73,160)	(130,672)	(254,454)	(192,444)	(150,204)	(204,247)	(1,213,338)
Discounted Estimated Ultimate (1-2)	42,978,730	5,756,961	7,586,840	7,809,328	10,995,546	8,807,556	11,819,796	13,085,753	108,840,510
Paid Claims	(41,249,894)	(5,268,781)	(6,949,705)	(6,718,766)	(8,915,557)	(7,234,462)	(10,604,511)	(11,529,253)	(98,470,929)
Remaining Estimated Unpaid Claim Liabilities	$ 1,728,836	$ 488,180	$ 637,135	$ 1,090,562	$ 2,079,989	$ 1,573,094	$ 1,215,285	$ 1,556,500	$ 10,369,581

(1) Per Bay Actuarial Consultants actuarial study dated February 2015.
(2) Discounted at 2%, 06/30/2012, 1.5%, 06/30/2014, and 1.5%, 06/30/2015.

Historical Discounted Estimated Ultimate Incurred:									
As of 06/30/2006	N/A	N/A	N/A	N/A	N/A	6,333,000	8,381,000	7,897,000	N/A
As of 06/30/2007	N/A	N/A	N/A	N/A	N/A	6,651,000	9,924,000	9,258,000	N/A
As of 06/30/2008	N/A	N/A	N/A	N/A	N/A	7,464,000	11,199,000	10,319,000	N/A
As of 06/30/2009	N/A	N/A	N/A	N/A	N/A	7,691,266	12,739,081	11,713,580	N/A
As of 06/30/2010	42,096,763	5,727,741	7,172,192	6,843,071	10,750,070	7,983,737	13,184,486	12,525,480	106,283,540
As of 06/30/2011	42,366,236	5,721,425	7,145,019	7,440,306	11,250,829	8,670,787	13,295,238	12,326,440	108,216,280
As of 06/30/2012	42,362,923	5,641,456	7,470,783	7,427,596	11,162,085	8,724,801	11,904,345	13,678,790	108,372,779
As of 06/30/2013	42,479,793	5,833,514	7,743,609	7,798,325	11,018,070	9,598,230	12,098,931	13,618,383	110,188,855
As of 06/30/2014	42,735,045	5,738,160	7,577,599	7,714,653	11,132,297	8,733,944	11,771,811	13,128,192	108,531,701
As of 06/30/2015	42,978,163	5,752,631	7,584,812	7,808,635	10,993,497	8,806,657	11,818,771	13,083,683	108,826,849
As of 06/30/2016	42,978,730	5,756,961	7,586,840	7,809,328	10,995,546	8,807,556	11,819,796	13,085,753	108,840,510
Increase/Decrease	567	4,330	2,028	693	2,049	899	1,025	2,070	13,661

Alameda County Schools Insurance Group (ACSIG)
Schedule of Claim Liabilities for Workers' Compensation
As of 09/30/2015

	Totals From Page 7A	Self-Insured Program Years 2002/2003	2003/2004	2004/2005	2005/2006	2006/2007	2007/2008	2008/2009	As of 09/30/2015 Totals	Activity: As of 06/30/2015 Totals	Activity: 07/01/2015 - 09/30/2015
Paid Claims	$ 98,470,929	$ 9,785,289	$ 5,774,708	$ 5,368,286	$ 8,193,078	$ 7,748,940	$ 8,099,169	$ 8,237,784	$ 151,678,183	$ 151,276,470	$ 401,713
Reserves	6,609,694	240,201	564,163	273,395	1,285,311	1,065,863	848,013	544,045	11,430,685	11,505,010	(74,325)
Incurred Claims	105,080,623	10,025,490	6,338,871	5,641,681	9,478,389	8,814,803	8,947,182	8,781,829	163,108,868	162,781,480	327,388
Incurred But Not Reported (IBNR)	4,973,225	534,510	751,129	708,319	1,221,611	1,035,197	1,232,818	2,108,171	12,564,980	12,892,368	(327,388)
Non- Discounted Estimated Ultimate Incurred (1)	110,053,848	10,560,000	7,090,000	6,350,000	10,700,000	9,850,000	10,180,000	10,890,000	175,673,848	175,673,848	- -
Anticipated Investment Income (Discount) (2)	(1,213,338)	(95,289)	(168,357)	(130,568)	(348,462)	(306,755)	(312,125)	(411,093)	(2,985,987)	(3,037,860)	51,873
Discounted Estimated Ultimate (1-2)	108,840,510	10,464,711	6,921,643	6,219,432	10,351,538	9,543,245	9,867,875	10,478,907	172,687,861	172,635,988	51,873
Paid Claims	(98,470,929)	(9,785,289)	(5,774,708)	(5,368,286)	(8,193,078)	(7,748,940)	(8,099,169)	(8,237,784)	(151,678,183)	(151,276,470)	(401,713)
Remaining Estimated Unpaid Claim Liabilities	$ 10,369,581	$ 679,422	$ 1,146,935	$ 851,146	$ 2,158,460	$ 1,794,305	$ 1,768,706	$ 2,241,123	$ 21,009,678	$ 21,359,518	$ (349,840)
								Estimated Current Portion /Short-Term Liability (1)	(1,792,000)		
								Estimated Non-Current portion of Claim Liabilities	$ 19,217,678		

(1) Per Bay Actuarial Consultants actuarial study dated February 2015.
(2) Discounted at 2%, 06/30/2012, 1.5%, 06/30/2014, and 1.5%, 06/30/2015.

Historical Discounted Estimated Ultimate Incurred:									
As of 06/30/2006	N/A	6,787,000	4,378,000	2,665,000	1,943,000	- -	- -	- -	N/A
As of 06/30/2007	N/A	7,677,000	5,299,000	3,502,000	3,727,000	3,498,000	- -	- -	N/A
As of 06/30/2008	N/A	8,867,000	5,704,000	4,776,000	6,673,000	6,867,000	6,117,000	- -	N/A
As of 06/30/2009	N/A	9,952,286	6,342,724	5,888,070	8,380,255	9,209,624	10,474,925	8,012,622	N/A
As of 06/30/2010	106,283,540	9,857,770	7,326,142	6,233,943	8,159,431	9,705,395	11,525,318	10,768,305	169,859,844
As of 06/30/2011	108,216,280	9,806,352	7,347,756	6,873,035	9,276,212	9,956,828	10,929,748	10,770,204	173,176,415
As of 06/30/2012	108,372,779	11,103,705	7,180,516	6,779,730	9,113,232	10,061,847	10,833,352	11,378,258	174,823,419
As of 06/30/2013	110,188,855	10,710,077	7,136,860	6,043,782	8,435,497	9,522,890	10,141,142	10,501,500	172,680,603
As of 06/30/2014	108,531,701	10,454,102	6,798,117	6,067,506	10,203,448	9,772,238	10,362,281	10,585,137	172,774,530
As of 06/30/2015	108,826,849	10,457,705	6,920,842	6,214,866	10,347,509	9,539,023	9,859,233	10,469,961	172,635,988
As of 06/30/2016	108,840,510	10,464,711	6,921,643	6,219,432	10,351,538	9,543,245	9,867,875	10,478,907	172,687,861
Increase/Decrease	13,661	7,006	801	4,566	4,029	4,222	8,642	8,946	51,873

Claim Development Expense	
Claim Liabilities and ULAE	$ (349,840)
	- -
Decrease	$ (349,840)

Alameda County Schools Insurance Group (ACSIG)
Schedule of Claim Liabilities for Property Liability
As of 09/30/2015

	Self-Insured Program Years								As of 09/30/2015	Activity	
	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016		As of 06/30/2015	07/01/2015 - 09/30/2015
Paid Claims	$ 117,507	$ 48,738	$ 33,141	$ 96,543	$ 125,045	$ 20,000	$ --	$ --	$ 440,974	$ 429,045	$ 11,929
Reserves	--	--	--	--	--	--	--	10,000	10,000	11,929	(1,929)
Incurred Claims	117,507	48,738	33,141	96,543	125,045	20,000	--	10,000	450,974	440,974	10,000
Incurred But Not Reported (IBNR)	--	0	--	(0)	1,517	863	2,843	20,000	25,223	35,223	(10,000)
Non- Discounted Estimated Ultimate Incurred (1)	117,507 (4)	48,738 (4)	33,141 (4	96,543 (4)	126,562 (3)	20,863	2,843	30,000	476,197	476,197	--
Anticipated Investment Income (Discount) (2)	--	--	--	--	(7)	(24)	(80)	(845)	(956)	(5,803)	4,847
Discounted Estimated Ultimate (1-2)	117,507	48,738	33,141	96,543	126,555	20,839	2,763	29,155	475,241	470,394	4,847
Paid Claims	(117,507)	(48,738)	(33,141)	(96,543)	(125,045)	(20,000)	--	--	(440,974)	(429,045)	(11,929)
Remaining Estimated Unpaid Claim Liabilities	$ --	$ --	$ --	$ --	$ 1,510	$ 839	$ 2,763	$ 29,155	$ 34,267	$ 41,349	$ (7,082)
								Estimated Current Portion /Short-Term Liability (1), paid claims factor of .65	(18,847)		
								Estimated Non-Current portion of Claim Liabilities	$ 15,420		

(1) Per Bay Actuarial Consultants actuarial study dated May 2015.
(2) Discounted at .5%.
(3) Adjusted for negative IBNR **(4) Ultimate adjusted for deductible, not shown on the Acuarial Report.**

Historical Estimated Ultimate Incurred:									
As of 06/30/2011	117,441	63,001	80,193	--	--	--	--	--	260,635
As of 06/30/2012	117,441	63,001	80,193	77,802	--	--	--	--	338,437
As of 06/30/2013	117,507	49,777	62,638	115,793	108,539	--	--	--	454,254
As of 06/30/2014	117,507	49,777	37,638	100,792	148,539	111,900	--	--	566,153
As of 06/30/2015	117,507	48,738	33,141	96,543	126,562	20,863	32,843	--	566,153
As of 06/30/2016	117,507	48,738	33,141	96,543	126,562	20,863	2,843	30,000	446,197
Increase/Decrease	--	--	--	--	--	--	(30,000)	30,000	--

Claim Development Expense	
Claim Liabilities and ULAE	$ (7,082)
	--
Increase	$ (7,082)

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmia-laif/laif.asp
August 04, 2015

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP

RISK MANAGER
P.O. BOX 2487
DUBLIN, CA 94568

PMIA Average Monthly Yields

Account Number:
35-01-001

Tran Type Definitions

July 2015 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Authorized Caller	Amount
7/15/2015	7/14/2015	QRD	1473521	SYSTEM	2,223.51

Account Summary

Total Deposit:	2,223.51	Beginning Balance:	3,145,491.31
Total Withdrawal:	0.00	Ending Balance:	3,147,714.82

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmia-laif/laif.asp
October 19, 2015

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP

RISK MANAGER
P.O. BOX 2487
DUBLIN, CA 94568

PMIA Average Monthly Yields

Account Number:
35-01-001

Tran Type Definitions

August 2015 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	3,147,714.82
Total Withdrawal:	0.00	Ending Balance:	3,147,714.82

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmia-laif/laif.asp
October 19, 2015

ALAMEDA COUNTY SCHOOLS INSURANCE GROUP

RISK MANAGER
P.O. BOX 2487
DUBLIN, CA 94568

PMIA Average Monthly Yields

Account Number:
35-01-001

Tran Type Definitions

September 2015 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	3,147,714.82
Total Withdrawal:	0.00	Ending Balance:	3,147,714.82

2015/16 First Quarter Investment Report

Alameda County Schools Insurance Group
P.O. Box 2487
Dublin, CA 94568
Phone (925) 225-1030
Fax (925) 225-0653
www.acsig.com

EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: 2015/2016 First Quarter Investment Report

In an effort to improve ACSIG's interest earnings, the Executive Committee amended its investment policy and selected Morgan Stanley Smith Barney as its investment advisor effective July 1, 2010. 2010-2011 was the first full year that ACSIG invested funds outside of the Alameda County Treasurer. I am pleased to say, although returns were low due to market conditions, the portfolio has yielded nearly $1 million in revenue.

Enclosed is ACSIG's first quarterly investment report. The Executive Director will review this report with the Board. The Board will be asked to approve the report.

Wealth Management
1478 Stone Point Dr Suite 500
Roseville, CA 95661

tel 916 797 7742 or 888 335 6379
fax 916 797 7750

Morgan Stanley

October 1, 2015

Kimberly Dennis, Executive Director
ACSIG – Alameda County Schools Insurance Group
PO Box 2487
Dublin, CA 94568-0710

Dear Board:

Please find attached your most recent portfolio summary. I certify that your portfolio is in compliance with California government code sections 53600 and 53601 as well as your current investment policy statement as of the date of this report.

Investment Summary Dollar Weighted Return % (Net of fees)

Date of Report	09/30/15
Inception date	07/12/10
Beginning Total Value	$9,999,850.00
Net Contributions/Withdrawals	$5,033,025.75
Investment Earnings	$976,671.32
Total Ending Value	$16,009,547.07
Current Quarter	0.59%
Year to Date	1.390%
Since Inception (annualized % per year)	1.33%

Time Weighted Return % by Period (Net of fees)

Last 3 Years (annualized % per year)	0.85%
Last 5 Years (annualized % per year)	-
Year 2010	0.29%
Year 2011	1.91%
Year 2012	2.44%
Year 2013	-0.03%
Year 2014	1.01%
Year 2015	1.39%
Corporate bonds as percentage of portfolio	28.97%

More details on the portfolio summary are attached. Please contact me with any questions.

Sincerely,

Cary M. Allison, CIMA®
Senior Institutional Consultant
www.morganstanley.com
cary.allison@morganstanley.com

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Morgan Stanley

Fixed Income Report

Prepared on October 01, 2015

Prepared For: **Alameda County Schools Ins Group**

Account No. 171-041349

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

Cary Allison
Financial Advisor
Senior Vice President
Tel: +1 916 797-7742
Cary.Allison@morganstanley.com
http://www.morganstanleyfa.com/cary.allison

Your Branch:
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661

TABLE OF CONTENTS

Account(s) Included In This Report	3
Investment Summary Dollar Weighted Returns - Advisory Assets Only	4
Time Weighted Performance Summary - Advisory Assets Only	5
Time Weighted Performance By Period - Advisory Assets Only	6
Risk Vs. Return - Advisory Assets Only	7
Fixed Income & Preferreds Quality, Maturity And Asset Allocation	8
Positions: Fixed Income Detail	9
Disclosures	14

ACCOUNT(S) INCLUDED IN THIS REPORT

Account No. 171-041349

Reporting Currency: USD

ACCOUNT(S) DETAIL

Account Name and Address	Account Type	Advisory/Brokerage	Account Number	Date Opened	Date Closed
Alameda County Schools Ins Group P O Box 2487 DUBLIN	Consulting and Evaluation Services	Advisory	171-041349	04/27/10	

INVESTMENT SUMMARY DOLLAR WEIGHTED RETURNS - ADVISORY ASSETS ONLY

Morgan Stanley

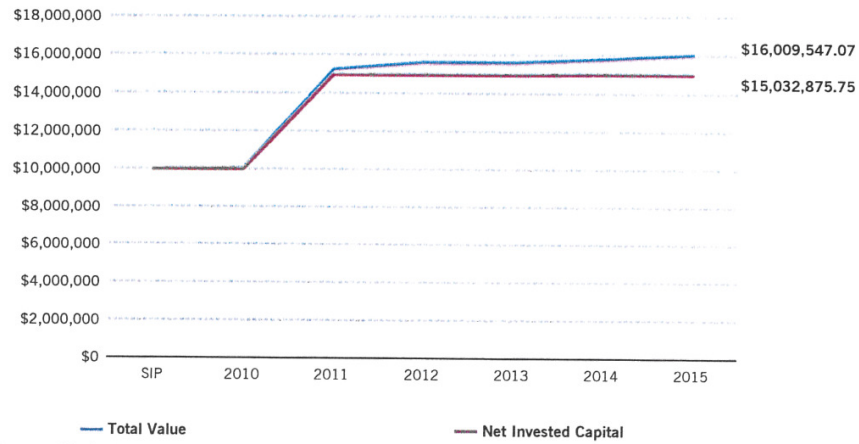
Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

CHANGE IN VALUE AND RETURN % (NET OF FEES)

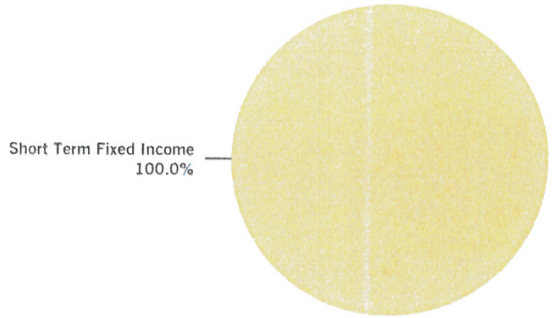
	Quarter to Date 06/30/15-09/30/15	Year to Date 12/31/14-09/30/15	Performance Inception 07/12/10-09/30/15
Beginning Total Value	**$15,915,884.25**	**$15,789,357.87**	**$9,999,850.00**
Net Contributions/Withdrawals	0.00	0.00	5,033,025.75
Investment Earnings	93,662.82	220,189.20	976,671.32
Ending Total Value	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**
DOLLAR WEIGHTED RATE OF RETURN			
Return % (Net of Fees)	0.59%	1.39%	1.33%

TOTAL VALUE VS. NET INVESTED CAPITAL



Does not include Performance Ineligible Assets.

ASSET ALLOCATION



Does not include Performance Ineligible Assets.

INCOME SUMMARY

	Year To Date 01/01/15-09/30/15	Projected Remaining Year (Until 12/31) 10/01/15-12/31/15	Projected Next 12 Months 11/01/15-10/31/16
INCOME BY ASSET CLASS			
Cash	$17.59	$0.00	-
Fixed Income & Preferreds	222,426.07	59,025.00	284,046.00
Total Income	**$222,443.66**	**$59,025.00**	**$284,046.00**
INCOME BY TAX CATEGORY			
Taxable	222,443.66	59,025.00	284,046.00
Non Taxable	-	-	-
Tax Deferred	0.00	-	-
Total Income	**$222,443.66**	**$59,025.00**	**$284,046.00**

Income Summary does not include income from external assets.

Inception dates for advisory account(s) reflect the most recent advisory program or discretion change.

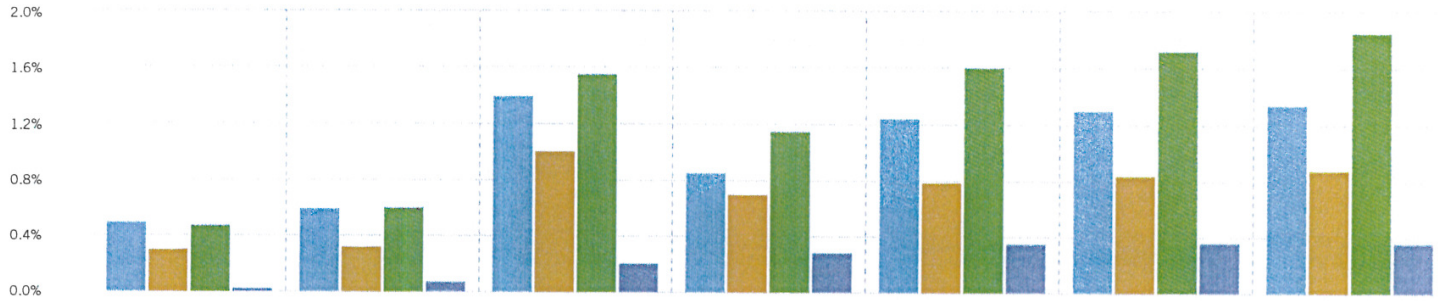
TIME WEIGHTED PERFORMANCE SUMMARY - ADVISORY ASSETS ONLY

Morgan Stanley

Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

RETURN % (NET OF FEES) VS. BENCHMARKS



	Month to Date 08/31/15 - 09/30/15	Quarter to Date 06/30/15 - 09/30/15	Year to Date 12/31/14 - 09/30/15	Last 3 Years 09/30/12 - 09/30/15	Last 5 Years 09/30/10 - 09/30/15	Performance Inception Month End 07/31/10 - 09/30/15	Performance Inception 07/12/10 - 09/30/15
Beginning Total Value	**$15,932,203.51**	**$15,915,884.25**	**$15,789,357.87**	**$15,574,837.84**	**$10,078,017.02**	**$10,025,516.38**	**$9,999,850.00**
Net Contributions/Withdrawals	0.00	0.00	0.00	32,875.75	5,032,875.75	5,032,875.75	5,033,025.75
Investment Earnings	77,343.56	93,662.82	220,189.20	401,833.48	898,654.30	951,154.94	976,671.32
Ending Total Value	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**
Return % (Net of Fees)	**0.49**	**0.59**	**1.39**	**0.85**	**1.24**	**1.30**	**1.34**
BC Gov 1-3 Yr	*0.30*	*0.32*	*1.01*	*0.70*	*0.79*	*0.84*	*0.88*
BC Gov/Cr 1-5 yr	*0.47*	*0.60*	*1.55*	*1.15*	*1.60*	*1.72*	*1.85*
Citi CD 6 Month	*0.02*	*0.07*	*0.20*	*0.28*	*0.35*	*0.36*	*0.36*

Inception dates for advisory account(s) reflect the most recent advisory program or discretion change.
The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.

Morgan Stanley

TIME WEIGHTED PERFORMANCE BY PERIOD - ADVISORY ASSETS ONLY

Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

RETURN % (NET OF FEES) VS. BENCHMARKS

From 07/12/10 - 09/30/15

Period	Beginning Total Value	Net Contributions/ Withdrawals	Investment Earnings	Ending Total Value	Period Returns%			
					Portfolio (Net of Fees)	BC Gov 1-3 Yr	BC Gov/Cr 1-5 yr	Citi CD 6 Month
2015 (YTD)	**$15,789,357.87**	**$0.00**	**$220,189.20**	**$16,009,547.07**	**1.39%**	**1.01%**	**1.55%**	**0.20%**
3QTR	*15,915,884.25*	*0.00*	*93,662.82*	*16,009,547.07*	*0.59*	*0.32*	*0.60*	*0.07*
September	15,932,203.51	0.00	77,343.56	16,009,547.07	0.49	0.30	0.47	0.02
August	15,933,478.21	0.00	-1,274.70	15,932,203.51	-0.01	-0.04	-0.05	0.02
July	15,915,884.25	0.00	17,593.97	15,933,478.21	0.11	0.06	0.18	0.02
2QTR	*15,924,833.29*	*0.00*	*-8,949.04*	*15,915,884.25*	*-0.06*	*0.15*	*-0.02*	*0.07*
June	15,934,895.12	0.00	-19,010.88	15,915,884.25	-0.12	0.02	-0.18	0.02
May	15,925,173.22	0.00	9,721.90	15,934,895.12	0.06	0.07	0.09	0.02
April	15,924,833.29	0.00	339.93	15,925,173.22	0.00	0.05	0.07	0.02
1QTR	*15,789,357.87*	*0.00*	*135,475.42*	*15,924,833.29*	*0.86*	*0.54*	*0.96*	*0.07*
March	15,864,378.70	0.00	60,454.59	15,924,833.29	0.38	0.24	0.39	0.02
February	15,912,423.28	0.00	-48,044.58	15,864,378.70	-0.30	-0.22	-0.38	0.02
January	15,789,357.87	0.00	123,065.42	15,912,423.28	0.78	0.52	0.96	0.02
2014	**$15,597,806.94**	**$32,875.75**	**$158,675.18**	**$15,789,357.87**	**1.01%**	**0.64%**	**1.42%**	**0.27%**
2013	**$15,600,964.10**	**$0.00**	**-$3,157.16**	**$15,597,806.94**	**-0.03%**	**0.37%**	**0.28%**	**0.27%**
2012	**$15,229,289.11**	**$0.00**	**$371,674.99**	**$15,600,964.10**	**2.44%**	**0.51%**	**2.24%**	**0.49%**
2011	**$10,028,996.97**	**$5,000,000.00**	**$200,292.14**	**$15,229,289.11**	**1.91%**	**1.56%**	**3.14%**	**0.39%**
2010 Performance Inception: 07/12/10	**$9,999,850.00**	**$150.00**	**$28,996.97**	**$10,028,996.97**	**0.29%**	**0.53%**	**1.03%**	**0.25%**

Inception dates for advisory account(s) reflect the most recent advisory program or discretion change.
The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.

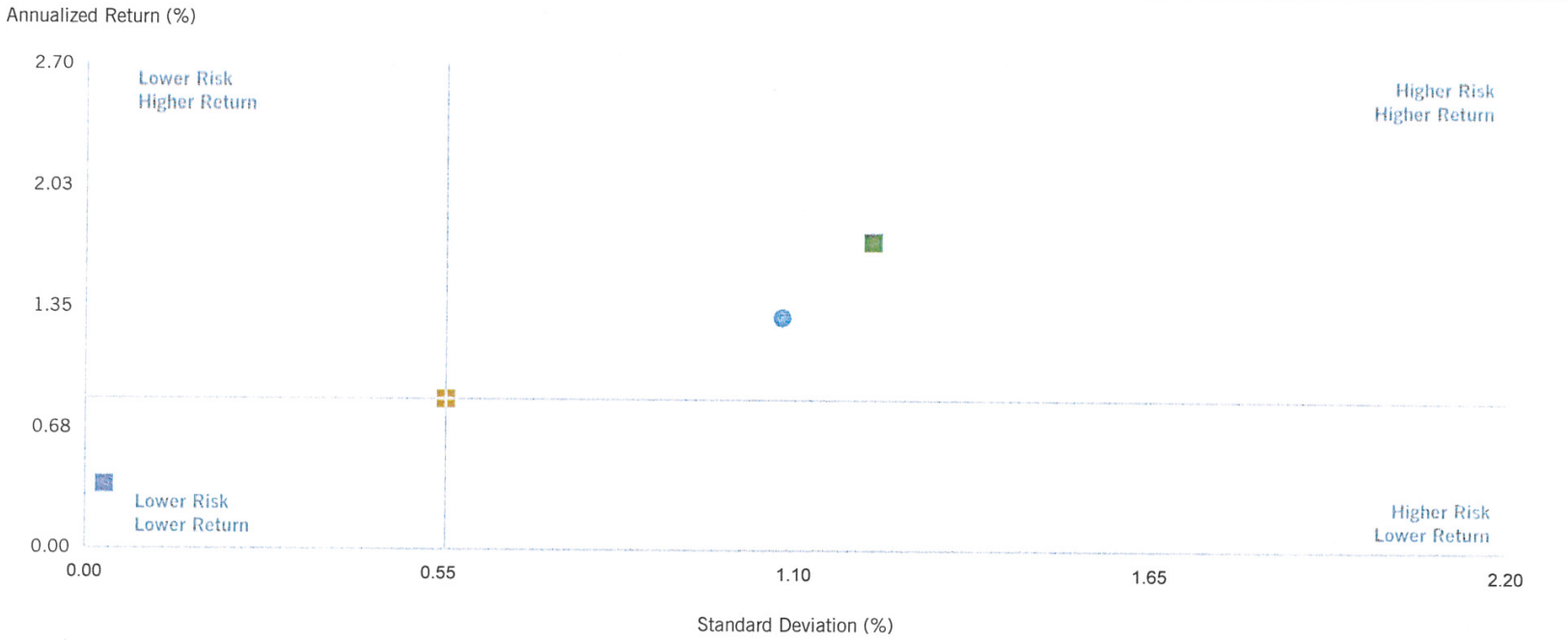
RISK VS. RETURN - ADVISORY ASSETS ONLY

Morgan Stanley

Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

RETURN % (NET OF FEES) AND VOLATILITY VS. BENCHMARKS



	Return % (Net of Fees) 07/31/10-09/30/15	Standard Deviation 07/31/10-09/30/15 (%)
Portfolio	1.30%	1.08%
BC Gov 1-3 Yr	*0.84*	*0.56*
BC Gov/Cr 1-5 yr	*1.72*	*1.22*
Citi CD 6 Month	*0.36*	*0.03*

Inception dates for advisory account(s) reflect the most recent advisory program or discretion change.
The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.

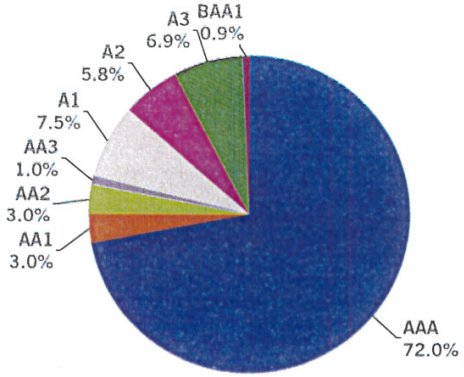
FIXED INCOME & PREFERREDS QUALITY, MATURITY AND ASSET ALLOCATION

Morgan Stanley

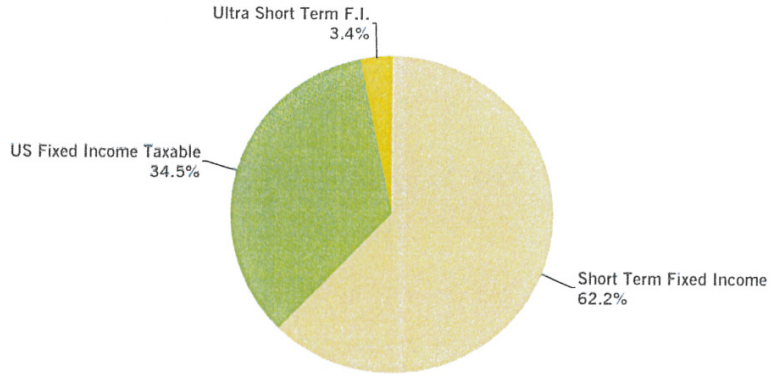
Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

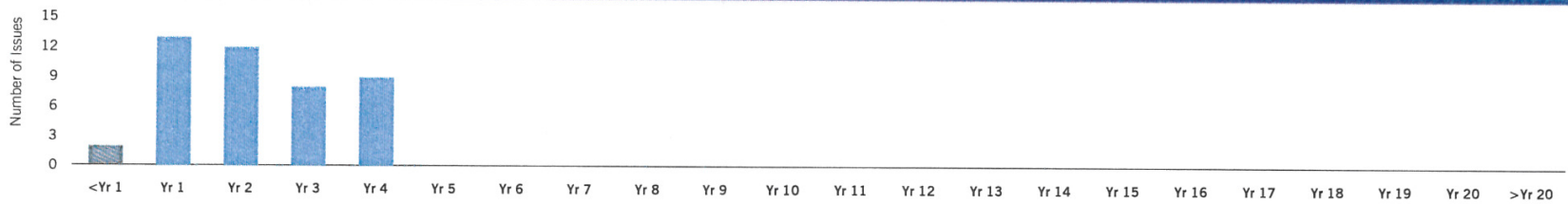
FIXED INCOME AND PREFERREDS QUALITY ANALYSIS



FIXED INCOME AND PREFERREDS ASSET ALLOCATION



MATURITY SCHEDULE



	Number of Issues	Total Value 09/30/15	% of Fixed Income & Preferreds
Less than 1 yr	2	$532,592.10	3.4%
1-5 yrs	42	15,325,417.29	96.6
6-10 yrs	0	0.00	0.0
11-15 yrs	0	0.00	0.0
16-20 yrs	0	0.00	0.0
More than 20 yrs	0	0.00	0.0
Others	0	0.00	0.0
Total Fixed Income & Preferreds	**44**	**$15,858,009.39**	**100.0%**

Others includes securities without maturities, such as mutual funds. These securities are not included on the chart.

POSITIONS: FIXED INCOME DETAIL

Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

CORPORATE FIXED INCOME

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
AMERICAN EXPRESS CREDIT	$157,421.10 $157,186.80	$155,000.00	$100.35	$155,542.50 $155,978.44	-$1,644.30	2.24% 2.22%	0.98%
Cusip: 0258M0DP1, Moody's Rating: A2, S & P Rating: A-, Maturity Date: 8/15/2019, Coupon: 2.250, Accrued Interest: $435.938							
ANHEUSER-BUSCH INBEV WOR	156,970.32 156,519.44	156,000.00	99.97	155,954.76 156,401.63	-564.68	1.37 1.37	0.99
Cusip: 03523TBN7, Moody's Rating: A2, S & P Rating: A, Maturity Date: 7/15/2017, Coupon: 1.375, Accrued Interest: $446.874							
APPLE INC	158,291.98 158,291.98	161,000.00	98.92	159,259.59 159,613.12	967.61	1.56 1.57	1.01
Cusip: 037833AX8, Moody's Rating: AA1, S & P Rating: AA+, Maturity Date: 2/7/2020, Coupon: 1.550, Accrued Interest: $353.529							
BANK OF NEW YORK MELLON	158,589.34 158,580.75	158,000.00	100.89	159,412.52 160,103.77	831.77	2.08 2.09	1.01
Cusip: 06406HCP2, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 1/15/2019, Coupon: 2.100, Call Date: 12/15/2018, Call Price: 100.000, Accrued Interest: $691.248							
BANK OF NOVA SCOTIA	155,230.95 155,093.61	155,000.00	100.19	155,286.75 155,793.51	193.14	1.09 1.09	0.98
Cusip: 064159DA1, Moody's Rating: AA2, S & P Rating: A+, Maturity Date: 12/13/2016, Coupon: 1.100, Accrued Interest: $506.763							
BB&T CORPORATION	153,494.52 151,779.60	151,000.00	101.32	152,991.69 153,063.83	1,212.09	2.12 2.14	0.97
Cusip: 05531FAK9, Moody's Rating: A2, S & P Rating: A-, Maturity Date: 3/22/2017, Coupon: 2.150, Call Date: 2/22/2017, Call Price: 100.000, Accrued Interest: $72.143							
BERKSHIRE HATHAWAY INC	158,767.82 158,726.97	157,000.00	101.75	159,745.93 160,167.21	1,018.96	2.06 2.07	1.01
Cusip: 084670BL1, Moody's Rating: AA2, S & P Rating: AA, Maturity Date: 8/14/2019, Coupon: 2.100, Accrued Interest: $421.283							
BHP BILLITON FIN USA LTD	155,845.60 152,938.86	152,000.00	100.87	153,320.88 154,342.13	382.02	1.85 1.86	0.97
Cusip: 055451AK4, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 11/21/2016, Coupon: 1.875, Accrued Interest: $1021.248							
BNP PARIBAS	156,121.68 156,086.60	156,000.00	101.84	158,870.40 159,008.42	2,783.80	2.40 2.44	1.00
Cusip: 05574LXH6, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 3/17/2019, Coupon: 2.450, Accrued Interest: $138.016							
CISCO SYSTEMS INC	159,178.08 159,168.68	159,000.00	101.53	161,429.52 162,544.07	2,260.84	2.41 2.44	1.03
Cusip: 17275RAX0, Moody's Rating: A1, S & P Rating: AA-, Maturity Date: 6/15/2020, Coupon: 2.450, Accrued Interest: $1114.545							
COMCAST CORP	156,366.66 155,386.32	139,000.00	112.90	156,924.05 157,500.71	1,537.73	4.56 4.61	0.99
Cusip: 20030NBA8, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 3/1/2020, Coupon: 5.150, Accrued Interest: $576.657							
DUKE ENERGY CAROLINAS	155,699.68 153,671.44	152,000.00	100.81	153,231.20 154,007.03	-440.24	1.73 1.73	0.97

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

CORPORATE FIXED INCOME (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
Cusip: 26442CAL8, Moody's Rating: AA2, S & P Rating: A, Maturity Date: 12/15/2016, Coupon: 1.750, Accrued Interest: $775.832							
GENERAL ELECTRIC CAPITAL CORP	155,608.50 151,987.59	150,000.00	102.05	153,069.00 154,535.25	1,081.41	2.25 2.27	0.97
Cusip: 36962G5W0, Moody's Rating: A1, S & P Rating: AA+, Maturity Date: 4/27/2017, Coupon: 2.300, Accrued Interest: $1466.250							
GOLDMAN SACHS GROUP INC	156,396.55 155,818.92	155,000.00	100.86	156,326.80 156,719.92	507.88	1.48 1.49	0.99
Cusip: 38141GVK7, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 4/30/2018, Coupon: 1.497, Accrued Interest: $393.117							
HOME DEPOT INC	158,093.80 157,779.81	155,000.00	101.09	156,687.95 157,592.12	-1,091.86	1.97 1.96	0.99
Cusip: 437076BE1, Moody's Rating: A2, S & P Rating: A, Maturity Date: 6/15/2019, Coupon: 2.000, Call Date: 5/15/2019, Call Price: 100.000, Accrued Interest: $904.166							
INTEL CORP	79,932.20 79,927.62	79,000.00	101.33	80,047.54 80,375.50	119.92	2.41 2.41	0.51
Cusip: 458140AQ3, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 7/29/2020, Coupon: 2.450, Accrued Interest: $327.959							
JP MORGAN CHASE & CO	156,715.85 156,011.27	155,000.00	100.45	155,703.70 156,038.16	-307.57	1.18 1.18	0.98
Cusip: 46625HJF8, Moody's Rating: A3, S & P Rating: A, Maturity Date: 1/25/2018, Coupon: 1.195, Accrued Interest: $334.462							
MERCK & CO INC	156,048.70 156,048.70	158,000.00	100.05	158,077.42 158,830.55	2,028.72	1.29 1.31	1.00
Cusip: 58933YAG0, Moody's Rating: A2, S & P Rating: AA, Maturity Date: 5/18/2018, Coupon: 1.300, Accrued Interest: $753.132							
MERRILL LYNCH & CO	151,587.48 141,443.16	132,000.00	108.52	143,245.08 143,996.01	1,801.92	5.89 5.97	0.91
Cusip: 59018YJ69, Moody's Rating: BAA1, S & P Rating: A-, Maturity Date: 8/28/2017, Coupon: 6.400, Accrued Interest: $750.932							
METLIFE INC	152,286.00 141,323.72	136,000.00	103.95	141,372.00 144,406.50	48.28	6.49 6.49	0.91
Cusip: 59156RAU2, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 6/1/2016, Coupon: 6.750, Accrued Interest: $3034.500							
MICROSOFT CORP	157,010.91 157,010.91	159,000.00	100.10	159,165.36 159,687.08	2,154.45	0.87 0.88	1.01
Cusip: 594918AP9, Moody's Rating: AAA, S & P Rating: AAA, Maturity Date: 11/15/2017, Coupon: 0.875, Accrued Interest: $521.719							
ORACLE CORP	156,650.34 156,022.18	154,000.00	101.93	156,969.12 157,731.10	946.94	2.33 2.34	1.00
Cusip: 68389XAQ8, Moody's Rating: A1, S & P Rating: AA-, Maturity Date: 1/15/2019, Coupon: 2.375, Accrued Interest: $761.978							
PNC FUNDING CORP	158,731.86 158,510.31	142,000.00	112.16	159,264.36 160,315.55	754.05	4.56 4.58	1.01
Cusip: 693476BJ1, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 2/8/2020, Coupon: 5.125, Accrued Interest: $1051.193							

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

CORPORATE FIXED INCOME (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
PROCTER & GAMBLE CO/THE	151,176.89	149,000.00	101.02	150,525.76	-349.57	1.88	0.96
	150,875.33			151,697.48		1.88	
Cusip: 742718EG0, Moody's Rating: AA3, S & P Rating: AA-, Maturity Date: 11/1/2019, Coupon: 1.900, Accrued Interest: $1171.718							
SHELL INTERNATIONAL FIN	156,190.40	155,000.00	101.14	156,760.80	879.94	1.87	0.99
	155,880.86			157,169.83		1.88	
Cusip: 822582AW2, Moody's Rating: AA1, S & P Rating: AA-, Maturity Date: 8/10/2018, Coupon: 1.900, Accrued Interest: $409.026							
TORONTO-DOMINION BANK	155,435.55	155,000.00	99.48	154,198.65	-1,032.11	1.40	0.98
	155,230.76			155,102.82		1.39	
Cusip: 89114QAG3, Moody's Rating: AA1, S & P Rating: AA-, Maturity Date: 4/30/2018, Coupon: 1.400, Accrued Interest: $904.166							
UNITED TECHNOLOGIES CORP	155,385.04	151,000.00	101.20	152,813.51	-28.97	1.77	0.97
	152,842.48			153,711.96		1.77	
Cusip: 913017BU2, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 6/1/2017, Coupon: 1.800, Accrued Interest: $898.450							
UNITEDHEALTH GROUP INC	159,338.40	156,000.00	102.32	159,623.88	300.18	2.63	1.01
	159,323.70			160,407.78		2.64	
Cusip: 91324PCM2, Moody's Rating: A3, S & P Rating: A+, Maturity Date: 7/15/2020, Coupon: 2.700, Accrued Interest: $783.898							
US BANCORP	156,780.00	150,000.00	101.46	152,182.50	-30.60	2.16	0.97
	152,213.10			153,420.00		2.16	
Cusip: 91159HHB9, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 11/15/2016, Coupon: 2.200, Call Date: 10/14/2016, Call Price: 100.000, Accrued Interest: $1237.500							
WELLS FARGO CO	155,242.10	130,000.00	108.74	141,367.20	-113.19	5.17	0.91
	141,480.39			143,581.26		5.17	
Cusip: 949746NX5, Moody's Rating: A2, S & P Rating: A+, Maturity Date: 12/11/2017, Coupon: 5.625, Accrued Interest: $2214.062							
Corporate Fixed Income Total	$4,610,588.30	$4,472,000.00		$4,569,370.42	$16,208.56		28.97%
	$4,553,161.86			$4,593,842.72			

GOVERNMENT SECURITIES

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
FED HOME LN MTG CORP	$1,181,261.75	$1,175,000.00	$100.61	$1,182,108.75	$4,506.44	0.99%	7.46%
	$1,177,602.31			$1,182,141.38		0.99%	
Cusip: 3137EADL0, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 9/29/2017, Coupon: 1.000, Accrued Interest: $32.630							
FED NATL MTG ASSN	1,030,282.84	1,036,000.00	100.15	1,037,585.08	7,302.25	0.87	6.55
	1,030,282.83			1,038,894.46		0.88	
Cusip: 3135G0TG8, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 2/8/2018, Coupon: 0.875, Accrued Interest: $1309.380							
FED NATL MTG ASSN	621,931.41	613,000.00	100.96	618,854.15	2,140.85	1.23	3.91
	616,713.30			620,131.23		1.23	

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

POSITIONS: FIXED INCOME DETAIL

Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

GOVERNMENT SECURITIES (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
Cusip: 3135G0GY3, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 1/30/2017, Coupon: 1.250, Accrued Interest: $1277.081							
FED NATL MTG ASSN	907,656.35	901,000.00	100.83	908,487.31	3,167.31	1.11	5.76
	905,320.00			912,795.22		1.11	
Cusip: 3135G0JA2, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 4/27/2017, Coupon: 1.125, Accrued Interest: $4307.906							
FED NATL MTG ASSN	703,434.90	705,000.00	101.79	717,605.40	14,170.50	1.59	4.55
	703,434.90			721,519.62		1.62	
Cusip: 3135G0YT4, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 11/27/2018, Coupon: 1.625, Accrued Interest: $3914.216							
FED NATL MTG ASSN	899,005.51	890,000.00	102.31	910,585.70	13,640.64	1.83	5.75
	896,945.06			912,486.22		1.86	
Cusip: 3135G0ZA4, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 2/19/2019, Coupon: 1.875, Accrued Interest: $1900.515							
FED NATL MTG ASSN	711,771.75	699,000.00	102.56	716,859.45	8,355.47	1.82	4.52
	708,503.98			717,296.32		1.84	
Cusip: 3135G0YM9, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 9/18/2018, Coupon: 1.875, Accrued Interest: $436.868							
FED NATL MTG ASSN	1,034,248.90	1,041,000.00	100.00	1,041,000.00	6,751.10	1.50	6.59
	1,034,248.90			1,045,250.75		1.51	
Cusip: 3135G0D75, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 6/22/2020, Coupon: 1.500, Accrued Interest: $4250.747							
UNITED STATES TREASURY NOTE	308,728.15	311,000.00	101.35	315,195.39	6,467.24	1.35	1.99
	308,728.15			316,264.45		1.38	
Cusip: 912828VK3, Moody's Rating: AAA, Maturity Date: 6/30/2018, Coupon: 1.375, Accrued Interest: $1069.062							
UNITED STATES TREASURY NOTE	1,321,650.52	1,221,000.00	104.70	1,278,362.58	5,923.90	2.62	8.08
	1,272,438.68			1,281,129.95		2.63	
Cusip: 912828PY0, Moody's Rating: AAA, Maturity Date: 2/28/2018, Coupon: 2.750, Accrued Interest: $2767.372							
UNITED STATES TREASURY NOTE	542,617.58	540,000.00	100.64	543,461.40	2,875.24	0.99	3.44
	540,586.16			545,706.50		1.00	
Cusip: 912828RM4, Moody's Rating: AAA, Maturity Date: 10/31/2016, Coupon: 1.000, Accrued Interest: $2245.104							
UNITED STATES TREASURY NOTE	782,478.94	744,000.00	103.59	770,739.36	4,360.76	2.65	4.90
	766,378.60			777,559.36		2.67	
Cusip: 912828NG1, Moody's Rating: AAA, Maturity Date: 5/31/2017, Coupon: 2.750, Accrued Interest: $6819.995							
UNITED STATES TREASURY NOTE	791,625.64	804,000.00	99.89	803,139.72	11,514.08	1.25	5.08
	791,625.64			804,805.62		1.27	
Cusip: 912828H52, Moody's Rating: AAA, Maturity Date: 1/31/2020, Coupon: 1.250, Accrued Interest: $1665.896							
UNITED STATES TREASURY NOTE	402,062.23	384,000.00	101.09	388,185.60	766.57	2.34	2.45
	387,419.03			388,185.60		2.35	
Cusip: 912828KT6, Moody's Rating: AAA, Maturity Date: 3/31/2016, Coupon: 2.375							

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

GOVERNMENT SECURITIES TOTAL (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
Government Securities Total	$11,238,756.47 $11,140,227.54	$11,064,000.00		$11,232,169.89 $11,264,166.66	$91,942.35		71.03%

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

DISCLOSURES

Explanatory Notes and Disclosures: This document is designed to assist you and your Financial Advisor in understanding portfolio positions, composition and subsets thereof. It is designed solely for your individual use, is for informational purposes only and is not intended as an offer or solicitation with respect to the purchase or sale of any security. Do not take action relying on this information without confirming its accuracy and completeness. Please read carefully all accompanying notes and disclosures provided in this Document.

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Asset Classification: We classify assets based on general characteristics such as: income generation, underlying capital structure, or exposure to certain market sectors. As many assets contain characteristics of more than one asset class, allocations may be under or over inclusive. Asset allocations may differ from product allocations.

The Other asset class contains securities that are not included in the various asset class classifications. This can include, but is not limited to, non-traditional investments such as some Equity Unit Trusts, Index Options and Structured Investments issued outside of Morgan Stanley. Additionally, investments for which we are unable to procure market data to properly classify them will appear in the Other category.

Additional information about your Floating Rate Notes: For floating rate securities, the estimated accrued interest and estimated annual income are based on the current floating coupon rate and may not reflect historic rates within the accrual period.

Performance: Performance results are annualized for time periods greater than one year and include all cash and cash equivalents, realized and unrealized capital gains and losses, and dividends, interest and income. The investment results depicted herein represent historical performance. As a result of recent market activity, current performance may vary from the figures shown. Please contact your Financial Advisor for up to date performance information. Past performance is not a guarantee of future results.

Market values used for performance calculation do not include performance ineligible assets and thus may differ from asset allocation market values. Common examples of performance ineligible assets include life insurance, some annuities and assets held externally. Unless otherwise indicated, performance is a composite calculation on the entire portfolio and may include brokerage and investment advisory accounts, as well as assets for different accounts included in this report. The accounts included in the

composite may have (or have had) different investment objectives and strategies, been subject to different restrictions, and incurred different types of fees, markups, commissions and other charges. Accordingly, performance results may blend the performance of assets and strategies that may not have been available in all of the accounts at all times during the reporting period. In addition, accounts in the composite may have changed from brokerage to advisory or vice versa. Accounts may also have moved from one advisory program to another (including from a discretionary program to a non-discretionary program).
Performance information may cover the full history of the account(s) or just the performance of an account(s) since the inception of the current program(s). Performance results on individual accounts will vary and may differ from the composite returns. Your Financial Advisor can provide you with individual account portfolio composition and performance information. For investment advisory accounts, please see the Morgan Stanley Smith Barney Form ADV Part 2 or applicable disclosure brochure. For brokerage accounts, please speak to your Financial Advisor for more information on commissions and other account fees and expenses. Performance inception date does not necessarily correspond to the account opening date. Where multiple accounts are included in performance calculations, the inception date is the oldest performance inception. Performance data may not be available for all periods as some accounts included in performance may have more recent performance inception dates. Consequently, the actual performance for a group of accounts may differ from reported performance. Please ask your Financial Advisor for the performance inception date for each account.

Indices: Benchmark indices and blends included in this material are for informational purposes only, are provided solely as a comparison tool and may not reflect the underlying composition and/or investment objective(s) associated with the account(s). In some circumstances, the benchmark index may not be an appropriate benchmark for use with the specific composite portfolio. For instance, an index may not take into consideration certain changes that may have occurred in the portfolio since the inception of the account(s), (e.g., changes from a brokerage to an advisory account or from one advisory program to another, asset class changes, or index changes for individual managers). The volatility of the index used for comparison may be materially different from that of the performance shown. Indices are unmanaged and not available for direct investment. Index returns do not take into account fees or other charges. Such fees and charges would reduce performance. Please see the Benchmark Definitions section of this material for additional information on the indices used for comparison.

Performance Inception Month End: Performance Inception Month End refers to performance calculated from the end of the month in which the accounts became eligible for performance. Calculating performance from the Performance Inception Month End allows for a comparison to be made to appropriate benchmarks. Performance Inception Month End does not necessarily correspond to the account opening date.

Realized/Unrealized Gain/Loss: The gain and loss information is provided for informational purposes only, may not be complete, is not a substitute 1099 form (or any other appropriate tax form), and should not be used for tax planning or preparation. Gain and loss values are estimates and should be independently verified. We are not responsible for any gain and loss information provided by you or another financial institution. You are responsible for ensuring the accuracy of such information.

Projected Next 12 Months income: Projected Next 12 Months income includes cash income such as interest and cash dividends, based on current yields and does not include income from external accounts. These are projections and the actual income may be lower or higher than the projections.

Bank Deposit Program: Morgan Stanley Smith Barney LLC is a registered broker-dealer, not a bank. Unless specifically disclosed in writing, other investments and services offered through Morgan Stanley Smith Barney LLC are not insured by the Federal Deposit Insurance Corporation (FDIC), are not deposits or other obligations of, or guaranteed by, a Bank and involve risks, including possible loss of principal amount invested. Bank Deposit Program balances are held at (1) Morgan Stanley Bank, N.A., and/or Morgan Stanley Private Bank, National Association, affiliates of Morgan Stanley Smith Barney, or (2) Citibank, N.A., each Members FDIC.

GENERAL DEFINITIONS

Total Value: Total Value represents the Market Value of the portfolio or of a given Asset Class inclusive of interest and dividend accruals. Total Value for Asset Allocation before January 2014 does not include accruals.

Dollar-Weighted Return (Internal Rate of Return): A return calculation that measures the performance of your portfolio based on actual dollars invested over the reporting period. Since dollar weighted returns include the impact of the timing of contributions and withdrawals, they should not be compared to market indices or used to evaluate the performance of a manager but can be used to evaluate your progress toward investment goals.

Time-Weighted Return: A return calculation that measures the performance of one dollar invested over the reporting period. As time-weighted returns do not include the impact of timing of contributions and withdrawals, they can be compared to market indices and used to evaluate the performance of an investment or manager.

Net of Fees: Performance results depicted as "net" of fees shall mean that any wrap fee, investment management fees, trade commissions, and/or other account fees have been deducted. Any other fees or expenses associated with the account, such as third party custodian fees, may not have been deducted. Please see the Morgan Stanley Smith Barney LLC Form ADV Part 2 Brochure for advisory accounts and/or any applicable brokerage account trade confirmation statements for a full disclosure of the applicable charges, fees and expenses. Your Financial Advisor will provide those documents to you upon request.

Net Contributions/Withdrawals: The net value of cash and securities contributed to or withdrawn from the account(s) during the reporting period. Net contributions and withdrawals may include advisory fees for advisory accounts.

Annualized Standard Deviation: A statistical calculation that measures the volatility of returns over time; the larger the standard deviation, the greater the volatility.

Performance ineligible assets: Performance returns are not calculated for certain assets because accurate valuations and transaction data for these assets are not processed or maintained by us. Common examples of these include life insurance, some annuities and some assets held externally.

Accrued Interest: The interest earned but not yet received at both the beginning and end of each reporting period.

Adjusted Cost: A bond's original cost less amortization of any premium or plus the accretion of any discount. For zero coupon bonds it is the cost basis plus accreted interest.

APY: The Annual Percentage Yield ("APY") for deposits represents the applicable rate in effect for your deposits at the period ending date. This APY may be different than the APY that was in effect during the statement period. For current Bank Deposit or Money Market Fund yields, go to http://www.morganstanleyindividual.com/AccountOptions/ActiveAssets/InvestmentFeatures

Call Date: The date on which a bond or preferred stock can be redeemed by the issuer before maturity.

Call Price: The price at which a bond or a preferred stock can be redeemed by the issuer before maturity.

Coupon Rate: The interest rate stated on a bond when it is issued. The coupon is typically paid semiannually.

Current Yield: The indicated Estimated Annual Income divided by the Market Value/Current Cost.

Gross Accumulated Value ($): Gross Accumulated Value is the most current market value provided by carriers of the Annuity or Life insurance product.

Net Invested Premium($): Net Invested Premium is the total amount invested minus the total amount withdrawn. The total amount invested includes the initial investment

and any future contributions.

Consulting Group Investment Advisor Research (CG IAR): Consulting Group Investment Advisor Research (CG IAR) reviews certain investment products in the Consulting and Evaluation Services, Fiduciary Services, Select UMA, TRAK Fund Solution, Institutional Consulting Group and Fiduciary Asset Management programs. CG IAR statuses for these products are:
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Not Approved (NL): Investment products that were previously on the Focus List or Approved List but are no longer on either of those lists. CG IAR no longer covers these products.

Morgan Stanley Research Ratings: Morgan Stanley uses a relative rating system using terms such as Overweight, Equal-weight, Not-Rated, or Underweight (see definition below). Morgan Stanley does not assign ratings of Buy, Hold or Sell to the stocks we cover. Overweight, Equal-weight, Not-Rated and Underweight are not the equivalent of buy, hold and sell. Investors should carefully read the definitions of all ratings used in Morgan Stanley Research. In addition, since Morgan Stanley Research contains more complete information concerning the analyst's view, investors should carefully read Morgan Stanley Research, in its entirety, and not infer the contents from the ratings alone. In any case, ratings (or research) should not be used or relied upon as investment advice. An investor's decision to buy or sell a stock should depend on individual circumstances (such as the investor's existing holdings) and other considerations.
Overweight (OVWEIGHT): The stock's total return is expected to exceed the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Equal-weight (EQWEIGHT): The stock's total return is expected to be in line with the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Underweight (UNWEIGHT): The stock's total return is expected to be below the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Not-Rated (NR): Currently, the analyst does not have adequate conviction about the stock's total return relative to the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Not Available (NAV): Indicates that the ratings for this company are not available because of a Morgan Stanley policy.
Discontinued Coverage (DC)

Moody's Investor Service and Standard & Poor's Credit Ratings: The credit ratings from Moody's Investors Service and Standard & Poor's may be shown for certain securities. All credit ratings represent the "opinions" of the provider and are not representations or guarantees of performance. Your Financial Advisor will be pleased to provide you with further information or assistance in interpreting these credit ratings.

Standard & Poor's Equity Research Ratings: For ease of comparison, Morgan Stanley Wealth Management has normalized Standard & Poor's proprietary research ratings to a 1 (Buy), 2 (Hold), and 3 (Sell), which differs from Standard & Poor's rating system. Please refer to a Standard & Poor's research report for a complete description of Standard & Poor's rating system and Standard & Poor's actual proprietary rating on any covered company. Standard & Poor's ratings are described below:
1 / 5-STARS (Strong Buy): Total return is expected to outperform the total return of a relevant benchmark, by a wide margin over the coming 12 months, with shares rising in price on an absolute basis
1 / 4-STARS (Buy): Total return is expected to outperform the total return of a relevant benchmark over the coming 12 months, with shares rising in price on an absolute basis
2 / 3-STARS (Hold): Total return is expected to closely approximate the total return of a relevant benchmark over the coming 12 months, with shares generally rising in price

on an absolute basis
3 / 2-STARS (Sell): Total return is expected to underperform the total return of a relevant benchmark over the coming 12 months, and the share price not anticipated to show a gain
3 / 1-STARS (Strong Sell): Total return is expected to underperform the total return of a relevant benchmark by a wide margin over the coming 12 months, with shares falling in price on an absolute basis
Relevant benchmarks: In North America the relevant benchmark is the S&P 500 Index, in Europe and in Asia, the relevant benchmarks are generally the S&P Europe 350 Index and the S&P Asia 50 Index.

Not Rated: Not Rated is assigned to an unrated issuer, obligation and/or program and can also include mutual funds and ETFs.

Investment Earnings: A combination of the income received and total portfolio value increase or decrease, excluding net contributions and withdrawals, over the reporting period.

BENCHMARK DEFINITIONS

BC Gov 1-3 Yr: The Barclays 1-3 Year Government Bond Index is composed of government bonds with maturities between one and three years.

BC Gov/Cr 1-5 yr: The Government/Credit Index includes securities in the Government and Credit Indices. The Government Index includes treasuries (i.e., public obligations of the U.S. Treasury that have remaining maturities of more than one year) and agencies (i.e., publicly issued debt of U.S. Government agencies, quasi-federal corporations, and corporate or foreign debt guaranteed by the U.S. Government). The Credit Index includes publicly issued U.S. corporate and foreign debentures and secured notes that meet specified maturity, liquidity, and quality requirements. This index is the 1-5 Yr component of the U.S. Government/Credit index.

Citi CD 6 Month: The Citigroup Certificate-of-Deposit indexes measure the monthly return equivalents of yield averages that are not marked to market. The CD rate is a rotating sample (collected by the New York Federal Reserve Bank) of five banks and dealers surveyed daily about secondary-market dealer offer rates for jumbo certificates of deposit. Returns for these indexes are calculated on a monthly basis only.

ACTIVITY: DE...IL VIEW

Last Refreshed - 11:28 AM EST, 10/02/2015

ALAMEDA COUNTY SCHOOLS INS GRO...
ATTENTION: KIMBERLY DENNIS
171-041349-009 Consulting and Evaluation Services
Unincorporated Account / Unincorporated / MGR: Western Asset - Gov Sec Mgmt 3 year CES
$15,954,896.44 (prev. close) / Reserved Prestige

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710
(925) 225-1030 (B) | kdennis@acsig.com

Morgan Stanley

ACTIVITIES | ALL ACTIVITY TYPES | ALL ASSET TYPES | 90 DAY VIEW | 46 TRANSACTIONS

ACTIVITY DATE ▼	SETTLEMENT DATE	ACTIVITY	QUANTITY	DESCRIPTION	SYMBOL/CUSIP	PRICE ($)	AMOUNT ($)	CASH BALANCE ($)*	TYPE
09/30/2015	09/30/2015	Interest		MORGAN STANLEY BANK N.A. (Period 09/01-09/30) Ref: 27362014 SEC ID: 00361	MSBNK		2.39	151,537.68	Cash
09/30/2015	09/30/2015	Interest		UNITED STATES TREASURY NOTE RATE:AAA/N/A 2.375% DUE:2016-03-31 Ref: 27390881 SEC ID: TRR68	912828KT6		4,560.00	151,535.29	Cash
09/29/2015	09/29/2015	Interest		FED HOME LN MTG CORP RATE:AAA/AA 1.000% DUE:2017-09-29 Ref: 27287771 SEC ID: CE67L	3137EADL0		5,875.00	146,975.29	Cash
09/22/2015	09/22/2015	Interest		BB&T CORPORATION RATE:A2/A- 2.150% DUE:2017-03-22 Ref: 26547397 SEC ID: A58WT	05531FAK9		1,623.25	141,100.29	Cash
09/21/2015	09/24/2015	Bought	156,000.000	UNITEDHEALTH GROUP INC UNSOLICITED TRADE RATE:A3/A 2.700% DUE:2020-07-15 Ref: 264775N0 SEC ID: E495Y	91324PCM2	102.140	-160,052.10	139,477.04	Cash
09/21/2015	09/24/2015	Sold	155,000.000	UNITEDHEALTH GROUP INC UNSOLICITED TRADE RATE:A3/A 1.400% DUE:2017-10-15 Ref: 264773N6 SEC ID: C31N8	91324PBY7	100.019	155,987.87	299,529.14	Cash
09/18/2015	09/23/2015	Bought	79,000.000	INTEL CORP UNSOLICITED TRADE RATE:A1/A 2.450% DUE:2020-07-29 Ref: 261G0O91 SEC ID: E5V6Y	458140AQ3	101.180	-80,222.53	143,541.27	Cash
09/18/2015	09/18/2015	Interest		FED NATL MTG ASSN RATE:AAA/AA 1.875% DUE:2018-09-18 Ref: 26174742 SEC ID: DN2V3	3135G0YM9		6,553.13	223,763.80	Cash
09/18/2015	09/23/2015	Sold	74,000.000	OCCIDENTAL PETROLEUM CORP UNSOLICITED TRADE RATE:A2/A 2.500% DUE:2016-02-01 Ref: 261G1O09 SEC ID: B1HS2	674599BZ7	100.696	74,782.26	217,210.67	Cash
09/17/2015	09/17/2015	Interest		BNP PARIBAS RATE:A1/A 2.450% DUE:2019-03-17 Ref: 26072814 SEC ID: C0MH3	05574LXH6		1,911.00	142,428.41	Cash
09/14/2015	09/15/2015	Bought	400,000.000	FED NATL MTG ASSN UNSOLICITED TRADE RATE:AAA/AA 1.500% DUE:2020-06-22 Ref: 25754W45 SEC ID: E508Q	3135G0D75	99.450	-399,183.33	140,517.41	Cash
09/14/2015	09/15/2015	Sold	393,000.000	FED HOME LN MTG CORP UNSOLICITED TRADE RATE:AAA/AA 2.000% DUE:2016-08-25 Ref: 25754W81 SEC ID: A30U5	3137EACW7	101.419	399,013.34	539,700.74	Cash
09/10/2015	09/10/2015	Interest		HOME DEPOT INC RATE:A2/A 2.250% DUE:2018-09-10 Ref: 25381192 SEC ID: BB32M	437076BB7		1,743.75	140,687.40	Cash

*Cash Balance Includes Cash, Bank Deposits, MMF Balance, and Unsettled Cash.

ACTIVITIES | ALL ACTIVITY TYPES | ALL ASSET TYPES | 90 DAY VIEW | 46 TRANSACTIONS

09/09/2015	09/14/2015	Bought	158,000.000	BANK OF NEW YORK MELLON UNSOLICITED TRADE RATE:A1/A 2.100% DUE:2019-01-15 Ref: 252313S9 SEC ID: C3S97	06406HCP2	100.373	-159,133.12	138,943.65	Cash
09/09/2015	09/14/2015	Sold	155,000.000	HOME DEPOT INC UNSOLICITED TRADE RATE:A2/A 2.250% DUE:2018-09-10 Ref: 252316S9 SEC ID: BB32M	437076BB7	102.059	158,230.20	298,076.77	Cash
09/04/2015	09/10/2015	Bought	142,000.000	PNC FUNDING CORP UNSOLICITED TRADE RATE:A3/A- 5.125% DUE:2020-02-08 Ref: 247528M6 SEC ID: UQ875	693476BJ1	111.783	-159,378.75	139,846.57	Cash
09/04/2015	09/08/2015	Bought	396,000.000	FED NATL MTG ASSN UNSOLICITED TRADE RATE:AAA/AA 0.875% DUE:2018-02-08 Ref: 247521M6 SEC ID: C1UQ2	3135G0TG8	99.909	-395,928.39	299,225.32	Cash
09/04/2015	09/10/2015	Sold	150,000.000	PNC FUNDING CORP UNSOLICITED TRADE RATE:A3/A- 2.700% DUE:2016-09-19 Ref: 247530M0 SEC ID: CF1Z6	693476BM4	101.435	154,076.25	695,153.71	Cash
09/04/2015	09/08/2015	Sold	387,000.000	FED HOME LN MTG CORP UNSOLICITED TRADE RATE:AAA/AA 2.000% DUE:2016-08-25 Ref: 247525M4 SEC ID: A30U5	3137EACW7	101.470	392,968.40	541,077.46	Cash
09/01/2015	09/01/2015	Interest		COMCAST CORP RATE:A3/A- 5.150% DUE:2020-03-01 Ref: 24493554 SEC ID: UR053	20030NBA8		3,579.25	148,109.06	Cash
08/31/2015	08/31/2015	Interest		MORGAN STANLEY BANK N.A. (Period 08/01-08/31) Ref: 24325332 SEC ID: 00361	MSBNK		1.98	144,529.81	Cash
08/31/2015	08/31/2015	Interest		UNITED STATES TREASURY NOTE RATE:AAA/N/A 2.750% DUE:2018-02-28 Ref: 24302096 SEC ID: B7B72	912828PY0		16,788.75	144,527.83	Cash
08/28/2015	08/28/2015	Interest		MERRILL LYNCH & CO RATE:BAA1/A- 6.400% DUE:2017-08-28 Ref: 24005791 SEC ID: TK146	59018YJ69		4,224.00	127,739.08	Cash
08/25/2015	08/28/2015	Bought	157,000.000	BERKSHIRE HATHAWAY INC UNSOLICITED TRADE RATE:AA2/AA(-) 2.100% DUE:2019-08-14 Ref: 237KN043 SEC ID: C75Q4	084670BL1	101.126	-158,896.04	123,515.08	Cash
08/25/2015	08/28/2015	Sold	150,000.000	BERKSHIRE HATHAWAY INC UNSOLICITED TRADE RATE:AA2/AA(-) 2.200% DUE:2016-08-15 Ref: 237KN029 SEC ID: B18WT	084670BB3	101.426	152,258.17	282,411.12	Cash
08/25/2015	08/25/2015	Interest		FED HOME LN MTG CORP RATE:AAA/AA 2.000% DUE:2016-08-25 Ref: 23730549 SEC ID: A30U5	3137EACW7		7,800.00	130,152.95	Cash

*Cash Balance Includes Cash, Bank Deposits, MMF Balance, and Unsettled Cash.

ACTIVITIES | ALL ACTIVITY TYPES | ALL ASSET TYPES | 90 DAY VIEW | 46 TRANSACTIONS

08/19/2015	08/19/2015	Interest		FED NATL MTG ASSN RATE:AAA/AA 1.875% DUE:2019-02-19 Ref: 23186561 SEC ID: DM74T	3135G0ZA4		8,343.75	122,352.95 Cash
08/17/2015	08/17/2015	Interest		AMERICAN EXPRESS CREDIT RATE:A2/A- 2.250% DUE:2019-08-15 Ref: 22971985 SEC ID: C8Y5V	0258M0DP1		1,743.75	114,009.20 Cash
08/17/2015	08/15/2015	Interest		BERKSHIRE HATHAWAY INC RATE:AA2/AA(-) 2.200% DUE:2016-08-15 Ref: 22931555 SEC ID: B18WT	084670BB3		1,650.00	112,265.45 Cash
08/10/2015	08/10/2015	Interest		SHELL INTERNATIONAL FIN RATE:AA1/AA- 1.900% DUE:2018-08-10 Ref: 22209396 SEC ID: A6SQ3	822582AW2		1,472.50	110,615.45 Cash
08/10/2015	08/09/2015	Interest		APPLE INC RATE:AA1/AA 1.550% DUE:2020-02-07 Ref: 22271749 SEC ID: CX12F	037833AX8		1,247.75	109,142.95 Cash
08/10/2015	08/08/2015	Interest		FED NATL MTG ASSN RATE:AAA/AA 0.875% DUE:2018-02-08 Ref: 22272761 SEC ID: C1UQ2	3135G0TG8		2,800.00	107,895.20 Cash
08/03/2015	08/01/2015	Interest		OCCIDENTAL PETROLEUM CORP RATE:A2/A 2.500% DUE:2016-02-01 Ref: 21552933 SEC ID: B1HS2	674599BZ7		925.00	105,095.20 Cash
07/31/2015	07/31/2015	Interest		MORGAN STANLEY PRIVATE BANK NA (Period 07/13-07/31) Ref: 21298613 SEC ID: 00368	MSPBNA		0.06	104,170.20 Cash
07/31/2015	07/31/2015	Interest		MORGAN STANLEY BANK N.A. (Period 07/01-07/31) Ref: 21298611 SEC ID: 00361	MSBNK		2.29	104,170.14 Cash
07/31/2015	07/31/2015	Interest		UNITED STATES TREASURY NOTE RATE:AAA/N/A 1.250% DUE:2020-01-31 Ref: 21204232 SEC ID: E1QX4	912828H52		5,025.00	104,167.85 Cash
07/31/2015	07/31/2015	Service Fee		3RD QTR ADVISORY FEE * Ref: 21259030			-4,753.91	99,142.85 Cash
07/30/2015	07/30/2015	Interest		GOLDMAN SACHS GROUP INC RATE:A3/A- 1.478% DUE:2018-04-30 Ref: 21169783 SEC ID: C3GV0	38141GVK7		579.15	103,896.76 Cash
07/30/2015	07/30/2015	Interest		FED NATL MTG ASSN RATE:AAA/AA 1.250% DUE:2017-01-30 Ref: 21192763 SEC ID: A8VZ2	3135G0GY3		3,831.25	103,317.61 Cash
07/27/2015	07/25/2015	Interest		JP MORGAN CHASE & CO RATE:A3/A 1.177% DUE:2018-01-25 Ref: 20851044 SEC ID: C16RH	46625HJF8		461.16	99,486.36 Cash
07/15/2015	07/15/2015	Interest		ORACLE CORP RATE:A1/AA- 2.375% DUE:2019-01-15 Ref: 19633675 SEC ID: C4HS1	68389XAQ8		1,828.75	99,025.20 Cash
07/15/2015	07/15/2015	Interest		ANHEUSER-BUSCH INBEV WOR RATE:A2/A 1.375% DUE:2017-07-15 Ref: 19620488 SEC ID: BM1B5	03523TBN7		1,072.50	97,196.45 Cash

*Cash Balance Includes Cash, Bank Deposits, MMF Balance, and Unsettled Cash.

ACTIVITY: DETAIL VIEW

Last Refreshed - 11:28 AM EST, 10/02/2015

ALAMEDA COUNTY SCHOOLS INS GROU.
ATTENTION: KIMBERLY DENNIS
171-041349-009 Consulting and Evaluation Services

Morgan Stanley

ACTIVITIES | ALL ACTIVITY TYPES | ALL ASSET TYPES | 90 DAY VIEW | 46 TRANSACTIONS

07/15/2015	07/20/2015	Bought	155,000.000	HOME DEPOT INC UNSOLICITED TRADE RATE:A2/A 2.250% DUE:2018-09-10 Ref: 196511N1 SEC ID: BB32M	437076BB7	102.307	-159,835.23	96,123.95	Cash
07/15/2015	07/15/2015	Service Fee		3RD QTR ADVISORY FEE Ref: 19641308			-4,814.01	255,959.18	Cash
07/13/2015	07/13/2015	Interest		RIO TINTO FINANCE (USA) LIMITED ACCRUED BOND INTEREST RATE:A3/A- 2.250% DUE:2016-09-20 Ref: 19423664 SEC ID: CF65U	767201AP1		1,054.50	260,773.19	Cash
07/13/2015	07/13/2015	Redemption	152,000.000	RIO TINTO FINANCE (USA) LIMITED REDEMPTION OF CALLED BOND RATE:A3/A- 2.250% DUE:2016-09-20 Ref: 19423663 SEC ID: CF65U	767201AP1	101.957	154,974.64	259,718.69	Cash
				Balance as of 07/04/2015				**$ 104,744.05**	

Unless otherwise indicated, this information is not intended to be a substitute for the official account statements that you receive from us. This information is approximate and subject to adjustment, updating and correction and is for illustrative and general reference purposes only. We are not responsible for any clerical, computational or other inaccuracies, errors or omissions. We obtain market values and other data from various standard quotation services and other sources, which we believe to be reliable. However, we do not warrant or guarantee the accuracy or completeness of any such information. The values that you actually receive in the market for any investment may be higher or lower than the values reflected herein. To the extent there are any discrepancies between your official account statement and this information, you should rely on the official account statement. This information should not be considered as the sole basis for any investment decision. The Bank Deposit Program (BDP) is a cash sweep feature whereby clients can chose to have their available free credit balances automatically deposited into interest bearing, FDIC-insured deposit accounts at up to three banks ("Program Banks"): (1) Morgan Stanley Bank, N.A. and/or Morgan Stanley Private Bank, National Association (together, the "Morgan Stanley Banks"), or (2) Citibank, N.A. The Program Banks are FDIC members. Morgan Stanley Smith Barney LLC ("Morgan Stanley") is a registered broker-dealer, not a bank. Morgan Stanley and the Morgan Stanley Banks are affiliates. Unless specifically disclosed to you in writing, other investments and services offered to you through Morgan Stanley are not insured by the FDIC, are not deposits of or other obligations of, or guaranteed by, the Program Banks and involve investment risks, including possible loss of principal amount invested. External Assets - Certain assets listed in this view are based upon information provided by you, your client or other external sources and are not part of accounts that you manage at Morgan Stanley. Assets not held with Morgan Stanley may not be covered by SIPC protection or by additional protection under Morgan Stanley's excess insurance coverage plans. Morgan Stanley may include information about these external assets in this view solely as a service to you, and Morgan Stanley is not responsible for the accuracy of any information provided by external sources, including but not limited to, you, your client or another financial institution. You are responsible for ensuring the accuracy of such information. Generally, any financial institution that holds securities is responsible for year-end reporting (Internal Revenue Service (IRS) Form 1099) and separate periodic statements, which may vary from Morgan Stanley's information due to different tax reporting periods.

*Cash Balance Includes Cash, Bank Deposits, MMF Balance, and Unsettled Cash.

CLIENT STATEMENT | For the Period July 1-31, 2015

STATEMENT FOR:
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Morgan Stanley Smith Barney LLC. Member SIPC.

#BWNJGWM
00003247 02 AT 0.413 02 TR 00016 MSADD461 000000
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

RECEIVED
AUG 06 2015
ACSIG

Morgan Stanley

TOTAL VALUE OF YOUR ACCOUNT (as of 7/31/15) $15,933,478.08
Includes Accrued Interest

Your Financial Advisor
Cary Allison
Senior Vice President
Cary.Allison@morganstanley.com
916 797-7742

Your Branch
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661
Telephone: 916-797-7700; Alt. Phone: 888-335-6370; Fax: 916-797-7750

Client Service Center (24 Hours a Day; 7 Days a Week): 800-869-3326

Access Your Account Online: www.morganstanley.com/online

171 - 041[illegible] - 009 - 1 - 0

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

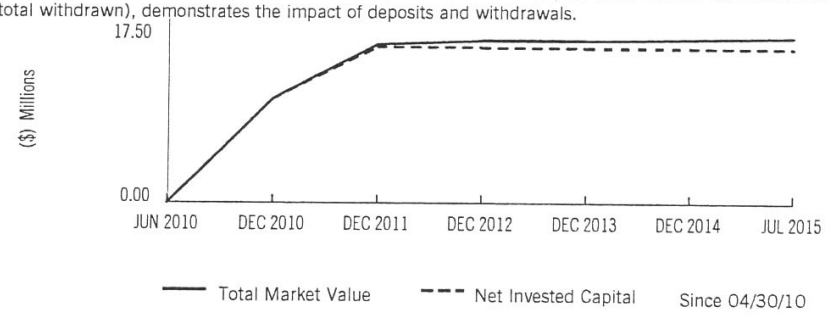
CHANGE IN VALUE OF YOUR ACCOUNTS (includes accrued interest)

	This Period (7/1/15-7/31/15)	This Year (1/1/15-7/31/15)
TOTAL BEGINNING VALUE	**$15,916,068.91**	**$15,789,357.74**
Credits	—	—
Debits	(9,567.92)	(28,481.53)
Security Transfers	—	—
Net Credits/Debits/Transfers	**$(9,567.92)**	**$(28,481.53)**
Change in Value	**26,977.09**	**172,601.87**
TOTAL ENDING VALUE	**$15,933,478.08**	**$15,933,478.08**

Net Credits / Debits include investment advisory fees as applicable. See Activity section for details.

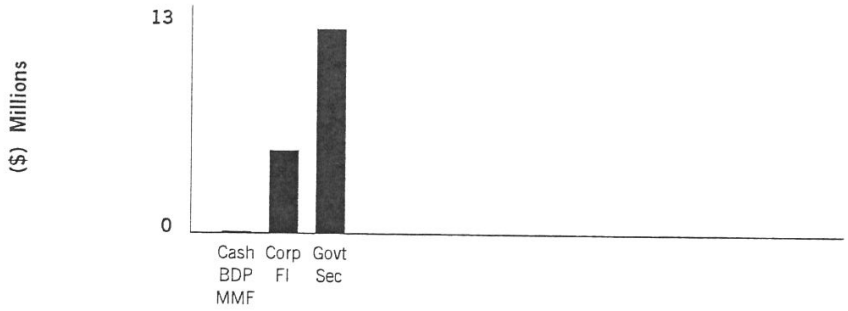
CHANGE IN VALUE OVER TIME

The display of market value (total account value) and net invested capital (total amount invested minus total withdrawn), demonstrates the impact of deposits and withdrawals.



This graph does not reflect corrections to Net Invested Capital or Market Value made subsequent to the dates depicted. It may exclude transactions in Annuities or positions where we are not the custodian, which could delay the reporting of Market Value or affect the Net Invested Capital.

ALLOCATION OF HOLDINGS



	Market Value	Percentage %
Cash, BDP, MMFs*	$108,924.11	0.7
Cash, BDP, MMFs (Debit)	(4,753.91)	0.0
Corporate Fixed Income ^	4,571,059.40	28.7
Government Securities ^	11,258,248.48	70.7
TOTAL VALUE ^	**$15,933,478.08**	**100.0%**

*This allocation represents holdings on a trade date basis, and projected settled Cash/ BDP and MMF balances. These classifications are not intended to serve as a suitability analysis. * FDIC rules apply and Bank Deposits are eligible for FDIC insurance but are not covered by SIPC. Cash and securities (including MMFs) are eligible for SIPC coverage. See Expanded Disclosures. ^ Includes Estimated Accrued Interest.*

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ADDITIONAL ACCOUNT INFORMATION

Category	This Period (7/1/15-7/31/15)	This Year (1/1/15-7/31/15)
Accrued Interest Paid	$1,259.38	$11,265.30
U.S. Treasury Coupon Interest	5,025.00	41,441.88

Category	This Period (7/1/15-7/31/15)	This Year (1/1/15-7/31/15)
Accrued Interest Received	—	18,735.40

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
METLIFE INC Coupon Rate 6.750%; Matures 06/01/2016; CUSIP 59156RAU2 *Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.001%; Moody A3 S&P A-; Issued 05/29/09*	5/13/14	136,000.000	111.975 104.911	104.757	152,286.00 142,678.29	**142,469.52**	(208.77) LT	9,180.00 1,530.00	6.44
BERKSHIRE HATHAWAY INC Coupon Rate 2.200%; Matures 08/15/2016; CUSIP 084670BB3 *Int. Semi-Annually Feb/Aug 15; Yield to Maturity .777%; Moody AA2 S&P AA; Issued 08/15/11*	5/15/13	150,000.000	104.735 101.532	101.470	157,102.50 152,297.78	**152,205.00**	(92.78) LT	3,300.00 1,521.66	2.16
PNC FUNDING CORP Coupon Rate 2.700%; Matures 09/19/2016; CUSIP 693476BM4 *Int. Semi-Annually Mar/Sep 19; Callable $100.00 on 08/19/16; Yield to Call 1.106%; Moody A3 S&P A-; Issued 09/19/11*	2/3/15	150,000.000	102.817 101.975	101.659	154,225.50 152,962.90	**152,488.50**	(474.40) ST	4,050.00 1,485.00	2.65
US BANCORP Coupon Rate 2.200%; Matures 11/15/2016; CUSIP 91159HHB9 *Int. Semi-Annually May/Nov 15; Callable $100.00 on 10/14/16; Yield to Call .883%; Moody A1 S&P A+; Issued 11/03/11*	5/22/13	150,000.000	104.520 101.697	101.572	156,780.00 152,546.13	**152,358.00**	(188.13) LT	3,300.00 696.66	2.16
BHP BILLITON FIN USA LTD Coupon Rate 1.875%; Matures 11/21/2016; CUSIP 055451AK4 *Int. Semi-Annually May/Nov 21; Yield to Maturity 1.156%; Moody A1 S&P A+; Issued 11/21/11*	2/13/12	152,000.000	102.530 100.709	100.929	155,845.60 153,077.66	**153,412.08**	334.42 LT	2,850.00 554.16	1.85
BANK OF NOVA SCOTIA Coupon Rate 1.100%; Matures 12/13/2016; CUSIP 064159DA1 *Int. Semi-Annually Jun/Dec 13; Yield to Maturity .992%; Moody AA2 S&P A+; Issued 12/13/13*	12/17/13	155,000.000	100.149 100.069	100.146	155,230.95 155,106.77	**155,226.30**	119.53 LT	1,705.00 227.33	1.09
DUKE ENERGY CAROLINAS Coupon Rate 1.750%; Matures 12/15/2016; CUSIP 26442CAL8 *Int. Semi-Annually Jun/Dec 15; Yield to Maturity .961%; Moody AA2 S&P A; Issued 12/08/11*	4/8/14	152,000.000	102.434 101.254	101.073	155,699.68 153,905.69	**153,630.96**	(274.73) LT	2,660.00 339.88	1.73
BB&T CORPORATION Coupon Rate 2.150%; Matures 03/22/2017; CUSIP 05531FAK9 *Int. Semi-Annually Mar/Sep 22; Callable $100.00 on 02/22/17; Yield to Call 1.197%; Moody A2 S&P A-; Issued 03/22/12*	5/10/12	151,000.000	101.652 100.575	101.466	153,494.52 151,867.87	**153,213.66**	1,345.79 LT	3,247.00 1,163.32	2.11
GENERAL ELECTRIC CAPITAL CORP Coupon Rate 2.300%; Matures 04/27/2017; CUSIP 36962G5W0 *Int. Semi-Annually Apr/Oct 27; Yield to Maturity 1.191%; Moody A1 S&P AA+; Issued 04/27/12*	10/16/12	150,000.000	103.739 101.466	101.903	155,608.50 152,199.25	**152,854.50**	655.25 LT	3,450.00 900.83	2.25
UNITED TECHNOLOGIES CORP Coupon Rate 1.800%; Matures 06/01/2017; CUSIP 913017BU2 *Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.059%; Moody A2 S&P A; Issued 06/01/12*	5/22/13	151,000.000	102.904 101.343	101.342	155,385.04 153,028.33	**153,026.42**	(1.91) LT	2,718.00 453.00	1.77
ANHEUSER-BUSCH INBEV WOR Coupon Rate 1.375%; Matures 07/15/2017; CUSIP 03523TBN7 *Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.128%; Moody A2 S&P A; Issued 07/16/12*	2/26/14	156,000.000	100.622 100.364	100.477	156,970.32 156,568.23	**156,744.12**	175.89 LT	2,145.00 95.33	1.36
MERRILL LYNCH & CO Coupon Rate 6.400%; Matures 08/28/2017; CUSIP 59018YJ69 *Int. Semi-Annually Feb/Aug 28; Yield to Maturity 1.886%; Moody BAA1 S&P A-; Issued 08/28/07*	8/6/13	132,000.000	114.839 107.774	109.141	151,587.48 142,261.78	**144,066.12**	1,804.34 LT	8,448.00 3,520.00	5.86

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
AMERICAN EXPRESS CREDIT	4/22/15	155,000.000	101.562	100.291	157,421.10			3,488.00	2.24
Coupon Rate 2.250%; Matures 08/15/2019; CUSIP 0258M0DP1			101.470		157,279.25	**155,451.05**	(1,828.20) ST	1,608.12	
Int. Semi-Annually Feb/Aug 15; Yield to Maturity 2.174%; Moody A2 S&P A-; Issued 08/15/14									
PROCTER & GAMBLE CO/THE	1/22/15	149,000.000	101.461	101.007	151,176.89			2,831.00	1.88
Coupon Rate 1.900%; Matures 11/01/2019; CUSIP 742718EG0			101.309		150,950.53	**150,500.43**	(450.10) ST	707.75	
Int. Semi-Annually May/Nov 01; Yield to Maturity 1.653%; Moody AA3 S&P AA-; Issued 11/03/14									
APPLE INC	3/9/15	161,000.000	98.318	98.232	158,291.98			2,496.00	1.57
Coupon Rate 1.550%; Matures 02/07/2020; CUSIP 037833AX8			98.318		158,291.98	**158,153.52**	(138.46) ST	1,192.29	
Int. Semi-Annually Feb/Aug 09; Yield to Maturity 1.961%; First Coupon 08/09/15; Moody AA1 S&P AA+; Issued 02/09/15									
COMCAST CORP	6/17/15	139,000.000	112.494	112.294	156,366.66			7,159.00	4.58
Coupon Rate 5.150%; Matures 03/01/2020; CUSIP 20030NBA8			112.219		155,984.86	**156,088.66**	103.80 ST	2,982.70	
Int. Semi-Annually Mar/Sep 01; Yield to Maturity 2.307%; Moody A3 S&P A-; Issued 03/01/10									
CISCO SYSTEMS INC	6/17/15	159,000.000	100.112	100.936	159,178.08			3,896.00	2.42
Coupon Rate 2.450%; Matures 06/15/2020; CUSIP 17275RAX0			100.110		159,174.41	**160,488.24**	1,313.83 ST	476.11	
Int. Semi-Annually Jun/Dec 15; Yield to Maturity 2.246%; First Coupon 12/15/15; Moody A1 S&P AA-; Issued 06/17/15									

	Percentage of Assets	Face Value	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CORPORATE FIXED INCOME		**4,464,000.000**	**$4,599,193.40**			**$105,056.00**	**2.31%**
			$4,537,805.16	**$4,542,983.16**	**$7,523.51 LT**	**$28,076.24**	
					$(2,345.51) ST		
TOTAL CORPORATE FIXED INCOME (includes accrued interest)	**28.7%**			**$4,571,059.40**			

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	5/29/13	9,000.000	$105.379	$101.438	$9,484.10				
Coupon Rate 2.375%; Matures 03/31/2016; CUSIP 912828KT6			$101.265		$9,113.87	$9,129.42	$15.55 LT		
	8/15/13	375,000.000	104.688	101.438	392,578.13				
			101.193		379,473.11	380,392.50	919.39 LT		
	Total	384,000.000			402,062.23			9,120.00	2.34
					388,586.98	**389,521.92**	934.94 LT	3,040.00	
Int. Semi-Annually Mar/Sep 30; Moody AAA; Issued 03/31/09									

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
FED NATL MTG ASSN	11/4/14	425,000.000	100.799	100.784	428,395.75				
Coupon Rate 1.125%; Matures 04/27/2017; CUSIP 3135G0JA2			100.562		427,389.74	428,332.00	942.26 ST		
	12/11/14	476,000.000	100.685	100.784	479,260.60				
			100.503		478,393.05	479,731.84	1,338.79 ST		
	Total	901,000.000			907,656.35			10,136.00	1.11
					905,782.79	**908,063.84**	2,281.05 ST	2,646.68	
Int. Semi-Annually Apr/Oct 27; Yield to Maturity .671%; Moody AAA S&P AA+; Issued 03/01/12									
FED HOME LN MTG CORP	10/26/12	950,000.000	100.513	100.336	954,873.50				
Coupon Rate 1.000%; Matures 09/29/2017; CUSIP 3137EADL0			100.228		952,168.15	953,192.00	1,023.85 LT		
	2/7/13	225,000.000	100.617	100.336	226,388.25				
			100.290		225,653.17	225,756.00	102.83 LT		
	Total	1,175,000.000			1,181,261.75			11,750.00	0.99
					1,177,821.32	**1,178,948.00**	1,126.68 LT	3,981.94	
Int. Semi-Annually Mar/Sep 29; Yield to Maturity .843%; Moody AAA S&P AA+; Issued 08/10/12									
FED NATL MTG ASSN	12/4/14	640,000.000	99.163	99.338	634,643.20			5,600.00	0.88
Coupon Rate 0.875%; Matures 02/08/2018; CUSIP 3135G0TG8			99.163		634,643.19	**635,763.20**	1,120.01 ST	2,691.11	
Int. Semi-Annually Feb/Aug 08; Yield to Maturity 1.142%; Moody AAA S&P AA+; Issued 01/07/13									
FED NATL MTG ASSN	3/4/14	385,000.000	101.625	102.264	391,256.25				
Coupon Rate 1.875%; Matures 09/18/2018; CUSIP 3135G0YM9			101.133		389,362.33	393,716.40	4,354.07 LT		
	2/9/15	314,000.000	102.075	102.264	320,515.50				
			101.807		319,673.28	321,108.96	1,435.68 ST		
	Total	699,000.000			711,771.75			13,106.00	1.83
					709,035.61	**714,825.36**	4,354.07 LT	4,842.03	
							1,435.68 ST		
Int. Semi-Annually Mar/Sep 18; Yield to Maturity 1.137%; Moody AAA S&P AA+; Issued 08/23/13									
FED NATL MTG ASSN	3/7/14	705,000.000	99.778	101.433	703,434.90			11,456.00	1.60
Coupon Rate 1.625%; Matures 11/27/2018; CUSIP 3135G0YT4			99.778		703,434.90	**715,102.65**	11,667.75 LT	2,036.66	
Int. Semi-Annually May/Nov 27; Yield to Maturity 1.184%; Moody AAA S&P AA+; Issued 10/01/13									
FED NATL MTG ASSN	6/17/14	581,000.000	100.790	101.963	585,589.90				
Coupon Rate 1.875%; Matures 02/19/2019; CUSIP 3135G0ZA4			100.606		584,521.81	592,405.03	7,883.22 LT		
	12/11/14	309,000.000	101.429	101.963	313,415.61				
			101.217		312,761.98	315,065.67	2,303.69 ST		
	Total	890,000.000			899,005.51			16,688.00	1.83
					897,283.79	**907,470.70**	7,883.22 LT	7,509.37	
							2,303.69 ST		
Int. Semi-Annually Feb/Aug 19; Yield to Maturity 1.307%; Moody AAA S&P AA+; Issued 01/13/14									

00324 MSALC491 U20923

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CASH FLOW ACTIVITY BY DATE (CONTINUED)

Transaction Date	Settlement Date	Activity Type	Description	Comments	Quantity	Price	Credits/(Debits)
7/25	7/25	Interest Income	JP MORGAN 11770 18JA25	CUSIP: 46625HJF8			461.16
7/30	7/30	Interest Income	FNMA 1250 17JA30	CUSIP: 3135G0GY3			3,831.25
7/30	7/30	Interest Income	GOLDMAN SACHS GRP 1478 18AP30	CUSIP: 38141GVK7			579.15
7/31	7/31	Interest Income	US TSY NOTE 1250 20JA31	CUSIP: 912828H52			5,025.00
7/31	7/31	Interest Income	MORGAN STANLEY BANK N.A. (Period 07/01-07/31)				2.29
7/31	7/31	Interest Income	MORGAN STANLEY PRIVATE BANK NA (Period 07/13-07/31)				0.06
7/31	7/31	Service Fee	3RD QTR ADVISORY FEE *				(4,753.91)
NET CREDITS/(DEBITS)							$(573.85)

Purchase and Sale transactions above may have received an average price execution. Details regarding the actual prices are available upon request.

MONEY MARKET FUND (MMF) AND BANK DEPOSIT PROGRAM ACTIVITY

Date	Activity Type	Description	Credits/(Debits)
7/13	Automatic Investment	BANK DEPOSIT PROGRAM	$154,974.64
7/14	Automatic Investment	BANK DEPOSIT PROGRAM	1,054.50
7/15	Automatic Investment	BANK DEPOSIT PROGRAM	2,901.25
7/16	Automatic Redemption	BANK DEPOSIT PROGRAM	(4,814.01)
7/20	Automatic Redemption	BANK DEPOSIT PROGRAM	(159,835.23)
7/27	Automatic Investment	BANK DEPOSIT PROGRAM	461.16
7/30	Automatic Investment	BANK DEPOSIT PROGRAM	4,410.40
7/31	Automatic Investment	BANK DEPOSIT PROGRAM	5,025.00
7/31	Automatic Investment	BANK DEPOSIT PROGRAM	2.29
7/31	Automatic Investment	BANK DEPOSIT PROGRAM	0.06
NET ACTIVITY FOR PERIOD			$4,180.06

REALIZED GAIN/(LOSS) DETAIL

LONG-TERM GAIN/(LOSS)

Security Description		Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
COMCAST CORP	4.950 6-15-16	02/13/13	06/17/15	135,000.000	$140,513.40	$140,063.47	$449.93	
GLAXOSMITHKLINE	.700 3-18-16	05/21/13	06/17/15	156,000.000	156,127.92	156,037.90	90.02	

CLIENT STATEMENT | For the Period August 1-31, 2015

STATEMENT FOR:
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Morgan Stanley Smith Barney LLC. Member SIPC.

00003679 MSADD461 023899

#BWNJGWM
00003679 02 AT 0.413 02 TR 00019 MSADD461 000000
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

Morgan Stanley

RECEIVED
SEP 08 2015
ACSIG

TOTAL VALUE OF YOUR ACCOUNT (as of 8/31/15) $15,932,202.77
Includes Accrued Interest

Your Financial Advisor
Cary Allison
Senior Vice President
Cary.Allison@morganstanley.com
916 797-7742

Your Branch
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661
Telephone: 916-797-7700; Alt. Phone: 888-335-6370; Fax: 916-797-7750

Client Service Center (24 Hours a Day; 7 Days a Week): 800-869-3326

Access Your Account Online: www.morganstanley.com/online

171 - 041349 - 009 - 1 - 0

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

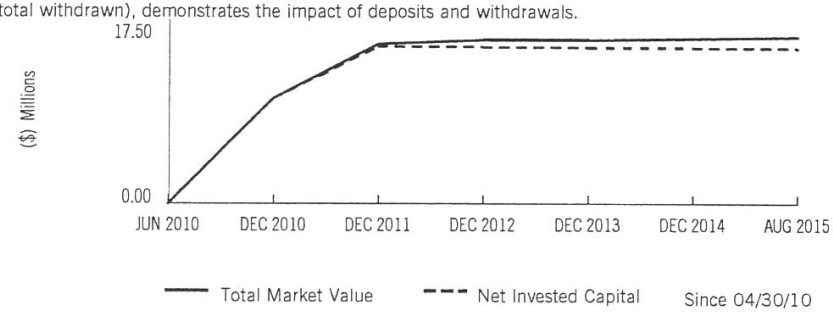
CHANGE IN VALUE OF YOUR ACCOUNTS (includes accrued interest)

	This Period (8/1/15-8/31/15)	This Year (1/1/15-8/31/15)
TOTAL BEGINNING VALUE	**$15,933,478.08**	**$15,789,357.74**
Credits	—	—
Debits	—	(28,481.53)
Security Transfers	—	—
Net Credits/Debits/Transfers	**—**	**$(28,481.53)**
Change in Value	**(1,275.31)**	**171,326.56**
TOTAL ENDING VALUE	**$15,932,202.77**	**$15,932,202.77**

Net Credits / Debits include investment advisory fees as applicable. See Activity section for details.

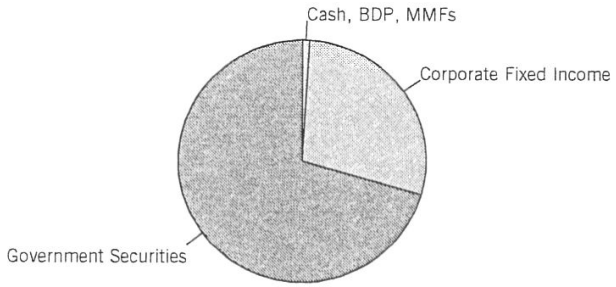
CHANGE IN VALUE OVER TIME

The display of market value (total account value) and net invested capital (total amount invested minus total withdrawn), demonstrates the impact of deposits and withdrawals.



This graph does not reflect corrections to Net Invested Capital or Market Value made subsequent to the dates depicted. It may exclude transactions in Annuities or positions where we are not the custodian, which could delay the reporting of Market Value or affect the Net Invested Capital.

ALLOCATION OF HOLDINGS



	Market Value	Percentage %
Cash, BDP, MMFs*	$144,529.81	0.9
Corporate Fixed Income ^	4,562,681.79	28.6
Government Securities ^	11,224,991.17	70.5
TOTAL VALUE ^	**$15,932,202.77**	**100.0%**

*This allocation represents holdings on a trade date basis, and projected settled Cash/ BDP and MMF balances. These classifications are not intended to serve as a suitability analysis. * FDIC rules apply and Bank Deposits are eligible for FDIC insurance but are not covered by SIPC. Cash and securities (including MMFs) are eligible for SIPC coverage. See Expanded Disclosures. ^ Includes Estimated Accrued Interest.*

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ADDITIONAL ACCOUNT INFORMATION

Category	This Period (8/1/15-8/31/15)	This Year (1/1/15-8/31/15)
Accrued Interest Paid	$128.22	$11,393.52
U.S. Treasury Coupon Interest	16,788.75	58,230.63

Category	This Period (8/1/15-8/31/15)	This Yea (1/1/15-8/31/15
Accrued Interest Received	119.17	18,854.57

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
US BANCORP Coupon Rate 2.200%; Matures 11/15/2016; CUSIP 91159HHB9 *Int. Semi-Annually May/Nov 15; Callable $100.00 on 10/14/16; Yield to Call .966%; Moody A1 S&P A+; Issued 11/03/11*	5/22/13	150,000.000	104.520 101.588	101.370	156,780.00 152,382.35	**152,055.00**	(327.35) LT	3,300.00 971.66	2.17
BHP BILLITON FIN USA LTD Coupon Rate 1.875%; Matures 11/21/2016; CUSIP 055451AK4 *Int. Semi-Annually May/Nov 21; Yield to Maturity 1.141%; Moody A1 S&P A+; Issued 11/21/11*	2/13/12	152,000.000	102.530 100.664	100.888	155,845.60 153,009.40	**153,349.76**	340.36 LT	2,850.00 791.66	1.85
BANK OF NOVA SCOTIA Coupon Rate 1.100%; Matures 12/13/2016; CUSIP 064159DA1 *Int. Semi-Annually Jun/Dec 13; Yield to Maturity 1.127%; Moody AA2 S&P A+; Issued 12/13/13*	12/17/13	155,000.000	100.149 100.065	99.965	155,230.95 155,100.29	**154,945.75**	(154.54) LT	1,705.00 369.41	1.10
DUKE ENERGY CAROLINAS Coupon Rate 1.750%; Matures 12/15/2016; CUSIP 26442CAL8 *Int. Semi-Annually Jun/Dec 15; Yield to Maturity 1.164%; Moody AA2 S&P A; Issued 12/08/11*	4/8/14	152,000.000	102.434 101.178	100.747	155,699.68 153,790.48	**153,135.44**	(655.04) LT	2,660.00 561.55	1.73
BB&T CORPORATION Coupon Rate 2.150%; Matures 03/22/2017; CUSIP 05531FAK9 *Int. Semi-Annually Mar/Sep 22; Callable $100.00 on 02/22/17; Yield to Call 1.209%; Moody A2 S&P A-; Issued 03/22/12*	5/10/12	151,000.000	101.652 100.546	101.371	153,494.52 151,824.53	**153,070.21**	1,245.68 LT	3,247.00 1,433.87	2.12
GENERAL ELECTRIC CAPITAL CORP Coupon Rate 2.300%; Matures 04/27/2017; CUSIP 36962G5W0 *Int. Semi-Annually Apr/Oct 27; Yield to Maturity 1.302%; Moody A1 S&P AA+; Issued 04/27/12*	10/16/12	150,000.000	103.739 101.397	101.628	155,608.50 152,095.15	**152,442.00**	346.85 LT	3,450.00 1,188.33	2.26
UNITED TECHNOLOGIES CORP Coupon Rate 1.800%; Matures 06/01/2017; CUSIP 913017BU2 *Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.204%; Moody A2 S&P A; Issued 06/01/12*	5/22/13	151,000.000	102.904 101.283	101.029	155,385.04 152,936.93	**152,553.79**	(383.14) LT	2,718.00 679.50	1.78
ANHEUSER-BUSCH INBEV WOR Coupon Rate 1.375%; Matures 07/15/2017; CUSIP 03523TBN7 *Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.227%; Moody A2 S&P A; Issued 07/16/12*	2/26/14	156,000.000	100.622 100.349	100.272	156,970.32 156,544.24	**156,424.32**	(119.92) LT	2,145.00 274.08	1.37
MERRILL LYNCH & CO Coupon Rate 6.400%; Matures 08/28/2017; CUSIP 59018YJ69 *Int. Semi-Annually Feb/Aug 28; Yield to Maturity 1.963%; Moody BAA1 S&P A-; Issued 08/28/07*	8/6/13	132,000.000	114.839 107.471	108.625	151,587.48 141,861.49	**143,385.00**	1,523.51 LT	8,448.00 70.39	5.89
UNITEDHEALTH GROUP INC Coupon Rate 1.400%; Matures 10/15/2017; CUSIP 91324PBY7 *Int. Semi-Annually Apr/Oct 15; Yield to Maturity 1.516%; Moody A3 S&P A+; Issued 10/22/12*	5/16/13	155,000.000	100.941 100.460	99.758	156,458.55 155,712.79	**154,624.90**	(1,087.89) LT	2,170.00 819.77	1.40
MICROSOFT CORP Coupon Rate 0.875%; Matures 11/15/2017; CUSIP 594918AP9 *Int. Semi-Annually May/Nov 15; Yield to Maturity .964%; Moody AAA S&P AAA; Issued 11/07/12*	12/19/13	159,000.000	98.749 98.749	99.806	157,010.91 157,010.91	**158,691.54**	1,680.63 LT	1,391.00 409.64	0.87
WELLS FARGO CO Coupon Rate 5.625%; Matures 12/11/2017; CUSIP 949746NX5 *Int. Semi-Annually Jun/Dec 11; Yield to Maturity 1.646%; Moody A2 S&P A+; Issued 12/10/07*	1/8/13	130,000.000	119.417 109.172	108.856	155,242.10 141,923.75	**141,512.80**	(410.95) LT	7,313.00 1,624.99	5.16

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
APPLE INC	3/9/15	161,000.000	98.318	97.632	158,291.98			2,496.00	1.58
Coupon Rate 1.550%; Matures 02/07/2020; CUSIP 037833AX8			98.318		158,291.98	**157,187.52**	(1,104.46) ST	152.50	
Int. Semi-Annually Feb/Aug 09; Yield to Maturity 2.112%; Moody AA1 S&P AA+; Issued 02/09/15									
COMCAST CORP	6/17/15	139,000.000	112.494	111.825	156,366.66			7,159.00	4.60
Coupon Rate 5.150%; Matures 03/01/2020; CUSIP 20030NBA8			112.008		155,691.16	**155,436.75**	(254.41) ST	3,579.25	
Int. Semi-Annually Mar/Sep 01; Yield to Maturity 2.365%; Moody A3 S&P A-; Issued 03/01/10									
CISCO SYSTEMS INC	6/17/15	159,000.000	100.112	100.971	159,178.08			3,896.00	2.42
Coupon Rate 2.450%; Matures 06/15/2020; CUSIP 17275RAX0			100.108		159,171.59	**160,543.89**	1,372.30 ST	800.74	
Int. Semi-Annually Jun/Dec 15; Yield to Maturity 2.235%; First Coupon 12/15/15; Moody A1 S&P AA-; Issued 06/17/15									

	Percentage of Assets	Face Value	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CORPORATE FIXED INCOME		**4,471,000.000**	**$4,600,858.72**			**$104,128.00**	**2.29%**
			$4,541,122.56	**$4,537,034.73**	**$3,204.55 LT**	**$25,647.06**	
					$(7,292.38) ST		
TOTAL CORPORATE FIXED INCOME (includes accrued interest)	**28.6%**			**$4,562,681.79**			

Watchlist and CreditWatch Indicators: (*) = developing/uncertain (+) = On Watchlist/CreditWatch Upgrade (-) = On Watchlist/CreditWatch Downgrade

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	5/29/13	9,000.000	$105.379	$101.184	$9,484.10				
Coupon Rate 2.375%; Matures 03/31/2016; CUSIP 912828KT6			$101.104		$9,099.37	$9,106.56	$7.19 LT		
	8/15/13	375,000.000	104.688	101.184	392,578.13				
			101.041		378,903.69	379,440.00	536.31 LT		
	Total	384,000.000			402,062.23			9,120.00	2.34
					388,003.06	**388,546.56**	543.50 LT	3,812.45	
Int. Semi-Annually Mar/Sep 30; Moody AAA; Issued 03/31/09									
UNITED STATES TREASURY NOTE	11/29/11	355,000.000	100.375	100.569	356,331.25				
Coupon Rate 1.000%; Matures 10/31/2016; CUSIP 912828RM4			100.090		355,320.22	357,019.95	1,699.73 LT		
	12/13/11	185,000.000	100.695	100.569	186,286.33				
			100.168		185,311.43	186,052.65	741.22 LT		

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Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
	Total	901,000.000			907,656.35 905,555.19	**908,631.47**	3,076.28 ST	10,136.00 3,491.37	1.11
Int. Semi-Annually Apr/Oct 27; Yield to Maturity .610%; Moody AAA S&P AA+; Issued 03/01/12									
FED HOME LN MTG CORP Coupon Rate 1.000%; Matures 09/29/2017; CUSIP 3137EADL0	10/26/12	950,000.000	100.513 100.220	100.247	954,873.50 952,085.41	952,346.50	261.09 LT		
	2/7/13	225,000.000	100.617 100.279	100.247	226,388.25 225,628.23	225,555.75	(72.48) LT		
	Total	1,175,000.000			1,181,261.75 1,177,713.64	**1,177,902.25**	188.61 LT	11,750.00 4,961.11	0.99
Int. Semi-Annually Mar/Sep 29; Yield to Maturity .880%; Moody AAA S&P AA+; Issued 08/10/12									
FED NATL MTG ASSN Coupon Rate 0.875%; Matures 02/08/2018; CUSIP 3135G0TG8	12/4/14	640,000.000	99.163 99.163	99.607	634,643.20 634,643.19	**637,484.80**	2,841.61 ST	5,600.00 357.77	0.87
Int. Semi-Annually Feb/Aug 08; Yield to Maturity 1.039%; Moody AAA S&P AA+; Issued 01/07/13									
FED NATL MTG ASSN Coupon Rate 1.875%; Matures 09/18/2018; CUSIP 3135G0YM9	3/4/14	385,000.000	101.625 101.104	102.047	391,256.25 389,249.09	392,880.95	3,631.86 LT		
	2/9/15	314,000.000	102.075 101.760	102.047	320,515.50 319,525.48	320,427.58	902.10 ST		
	Total	699,000.000			711,771.75 708,774.57	**713,308.53**	3,631.86 LT 902.10 ST	13,106.00 5,934.21	1.83
Int. Semi-Annually Mar/Sep 18; Yield to Maturity 1.189%; Moody AAA S&P AA+; Issued 08/23/13									
FED NATL MTG ASSN Coupon Rate 1.625%; Matures 11/27/2018; CUSIP 3135G0YT4	3/7/14	705,000.000	99.778 99.778	101.255	703,434.90 703,434.90	**713,847.75**	10,412.85 LT	11,456.00 2,991.35	1.60
Int. Semi-Annually May/Nov 27; Yield to Maturity 1.228%; Moody AAA S&P AA+; Issued 10/01/13									
FED NATL MTG ASSN Coupon Rate 1.875%; Matures 02/19/2019; CUSIP 3135G0ZA4	6/17/14	581,000.000	100.790 100.592	101.821	585,589.90 584,441.58	591,580.01	7,138.43 LT		
	12/11/14	309,000.000	101.429 101.190	101.821	313,415.61 312,676.02	314,626.89	1,950.87 ST		
	Total	890,000.000			899,005.51 897,117.60	**906,206.90**	7,138.43 LT 1,950.87 ST	16,688.00 556.24	1.84
Int. Semi-Annually Feb/Aug 19; Yield to Maturity 1.336%; Moody AAA S&P AA+; Issued 01/13/14									
FED NATL MTG ASSN Coupon Rate 1.500%; Matures 06/22/2020; CUSIP 3135G0D75	5/4/15	641,000.000	99.290 99.290	99.170	636,448.90 636,448.90	**635,679.70**	(769.20) ST	9,615.00 1,842.87	1.51
Int. Semi-Annually Jun/Dec 22; Yield to Maturity 1.680%; Moody AAA S&P AA+; Issued 04/27/15									

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Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CASH FLOW ACTIVITY BY DATE (CONTINUED)

Transaction Date	Settlement Date	Activity Type	Description	Comments	Quantity	Price	Credits/(Debits)
8/31	8/31	Interest Income	MORGAN STANLEY BANK N.A. (Period 08/01-08/31)				1.98
NET CREDITS/(DEBITS)							$40,359.61

Purchase and Sale transactions above may have received an average price execution. Details regarding the actual prices are available upon request.

MONEY MARKET FUND (MMF) AND BANK DEPOSIT PROGRAM ACTIVITY

Date	Activity Type	Description	Credits/(Debits)
8/3	Automatic Redemption	BANK DEPOSIT PROGRAM	$(3,828.91)
8/10	Automatic Investment	BANK DEPOSIT PROGRAM	5,520.25
8/17	Automatic Investment	BANK DEPOSIT PROGRAM	3,393.75
8/19	Automatic Investment	BANK DEPOSIT PROGRAM	8,343.75
8/25	Automatic Investment	BANK DEPOSIT PROGRAM	7,800.00
8/28	Automatic Redemption	BANK DEPOSIT PROGRAM	(2,413.87)
8/31	Automatic Investment	BANK DEPOSIT PROGRAM	16,788.75
8/31	Automatic Investment	BANK DEPOSIT PROGRAM	1.98
NET ACTIVITY FOR PERIOD			$35,605.70

REALIZED GAIN/(LOSS) DETAIL

LONG-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
BERKSHIRE INC 2.200 8-15-16	05/15/13	08/25/15	150,000.000	$152,139.00	$152,132.47	$6.53	
RIO TINTO FINANCE 2 1/4 9-20-16	12/03/13	07/13/15	152,000.000	154,974.64	154,974.64	0.00	
Long-Term This Period				$152,139.00	$152,132.47	$6.53	
Long-Term Year to Date				$2,265,375.56	$2,260,450.26	$4925.30	

00367 MSAUU461 U2390 E

CLIENT STATEMENT | For the Period September 1-30, 2015

RECEIVED
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ACSIG

STATEMENT FOR:
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Morgan Stanley Smith Barney LLC. Member SIPC.

S 003275 MSADD461 020874

#BWNJGWM
00003275 03 AT 0.673 03 TR 00031 MSADD461 100000
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

Morgan Stanley

TOTAL VALUE OF YOUR ACCOUNT (as of 9/30/15) $16,009,546.90
Includes Accrued Interest

Your Financial Advisor
Cary Allison
Senior Vice President
Cary.Allison@morganstanley.com
916 797-7742

Your Branch
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661
Telephone: 916-797-7700; Alt. Phone: 888-335-6370; Fax: 916-797-7750

Client Service Center (24 Hours a Day; 7 Days a Week): 800-869-3326

Access Your Account Online: www.morganstanley.com/online

171 - 041349 - 009 - 1 - 0

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

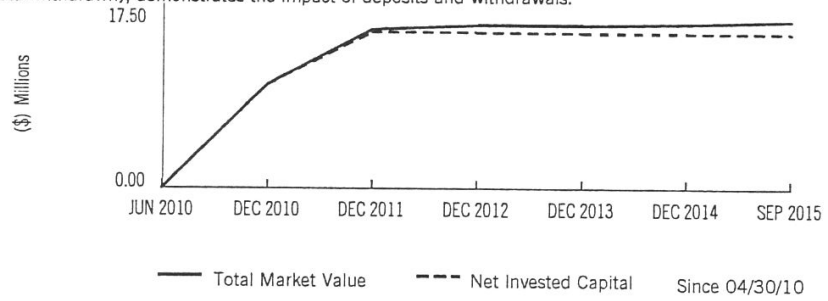
CHANGE IN VALUE OF YOUR ACCOUNTS (includes accrued interest)

	This Period (9/1/15-9/30/15)	This Year (1/1/15-9/30/15)
TOTAL BEGINNING VALUE	**$15,932,202.77**	**$15,789,357.74**
Credits	—	—
Debits	—	(28,481.53)
Security Transfers	—	—
Net Credits/Debits/Transfers	**—**	**$(28,481.53)**
Change in Value	**77,344.13**	**248,670.69**
TOTAL ENDING VALUE	**$16,009,546.90**	**$16,009,546.90**

Net Credits / Debits include investment advisory fees as applicable. See Activity section for details.

CHANGE IN VALUE OVER TIME

The display of market value (total account value) and net invested capital (total amount invested minus total withdrawn), demonstrates the impact of deposits and withdrawals.

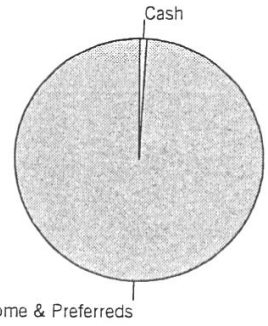


This graph does not reflect corrections to Net Invested Capital or Market Value made subsequent to the dates depicted. It may exclude transactions in Annuities or positions where we are not the custodian, which could delay the reporting of Market Value or affect the Net Invested Capital.

ASSET ALLOCATION (includes accrued interest)

	Market Value	Percentage
Cash	$151,537.68	0.9
Fixed Income & Preferreds	15,858,009.22	99.1
TOTAL VALUE	**$16,009,546.90**	**100.0%**

FDIC rules apply and Bank Deposits are eligible for FDIC insurance but are not covered by SIPC. Cash and securities (including MMFs) are eligible for SIPC coverage. See Expanded Disclosures.
Values may include assets externally held, which are provided to you as a courtesy, and may not be covered by SIPC. For additional information, refer to the corresponding section of this statement.



This allocation represents holdings on a trade date basis, and projected settled Cash/ BDP and MMF balances. These classifications are not intended to serve as a suitability analysis.

003275 MSADD461 020875

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ADDITIONAL ACCOUNT INFORMATION

Category	This Period (9/1/15-9/30/15)	This Year (1/1/15-9/30/15)
Accrued Interest Paid	$3,866.78	$15,260.30
U.S. Treasury Coupon Interest	4,560.00	62,790.63

Category	This Period (9/1/15-9/30/15)	This Yea (1/1/15-9/30/15
Accrued Interest Received	3,904.31	22,758.88

0032/5 MSAUD461 02087/6

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
BANK OF NOVA SCOTIA Coupon Rate 1.100%; Matures 12/13/2016; CUSIP 064159DA1 *Int. Semi-Annually Jun/Dec 13; Yield to Maturity .945%; Moody AA2 S&P A+; Issued 12/13/13; Asset Class: FI & Pref*	12/17/13	155,000.000	100.149 100.061	100.185	155,230.95 155,093.82	**155,286.75**	192.93 LT	1,705.00 506.76	1.09
DUKE ENERGY CAROLINAS Coupon Rate 1.750%; Matures 12/15/2016; CUSIP 26442CAL8 *Int. Semi-Annually Jun/Dec 15; Yield to Maturity 1.073%; Moody AA2 S&P A; Issued 12/08/11; Asset Class: FI & Pref*	4/8/14	152,000.000	102.434 101.102	100.810	155,699.68 153,675.28	**153,231.20**	(444.08) LT	2,660.00 775.83	1.73
BB&T CORPORATION Coupon Rate 2.150%; Matures 03/22/2017; CUSIP 05531FAK9 *Int. Semi-Annually Mar/Sep 22; Callable $100.00 on 02/22/17; Yield to Call 1.193%; Moody A2 S&P A-; Issued 03/22/12; Asset Class: FI & Pref*	5/10/12	151,000.000	101.652 100.517	101.319	153,494.52 151,781.06	**152,991.69**	1,210.63 LT	3,247.00 72.14	2.12
GENERAL ELECTRIC CAPITAL CORP Coupon Rate 2.300%; Matures 04/27/2017; CUSIP 36962G5W0 *Int. Semi-Annually Apr/Oct 27; Yield to Maturity .988%; Moody A1 S&P AA+; Issued 04/27/12; Asset Class: FI & Pref*	10/16/12	150,000.000	103.739 101.327	102.046	155,608.50 151,991.06	**153,069.00**	1,077.94 LT	3,450.00 1,466.25	2.25
UNITED TECHNOLOGIES CORP Coupon Rate 1.800%; Matures 06/01/2017; CUSIP 913017BU2 *Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.072%; Moody A3 S&P A-; Issued 06/01/12; Asset Class: FI & Pref*	5/22/13	151,000.000	102.904 101.222	101.201	155,385.04 152,845.52	**152,813.51**	(32.01) LT	2,718.00 898.45	1.77
ANHEUSER-BUSCH INBEV WOR Coupon Rate 1.375%; Matures 07/15/2017; CUSIP 03523TBN7 *Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.391%; Moody A2 S&P A (-); Issued 07/16/12; Asset Class: FI & Pref*	2/26/14	156,000.000	100.622 100.333	99.971	156,970.32 156,520.24	**155,954.76**	(565.48) LT	2,145.00 446.87	1.37
MERRILL LYNCH & CO Coupon Rate 6.400%; Matures 08/28/2017; CUSIP 59018YJ69 *Int. Semi-Annually Feb/Aug 28; Yield to Maturity 1.842%; Moody BAA1 S&P A-; Issued 08/28/07; Asset Class: FI & Pref*	8/6/13	132,000.000	114.839 107.164	108.519	151,587.48 141,456.65	**143,245.08**	1,788.43 LT	8,448.00 750.93	5.89
MICROSOFT CORP Coupon Rate 0.875%; Matures 11/15/2017; CUSIP 594918AP9 *Int. Semi-Annually May/Nov 15; Yield to Maturity .825%; Moody AAA S&P AAA; Issued 11/07/12; Asset Class: FI & Pref*	12/19/13	159,000.000	98.749 98.749	100.104	157,010.91 157,010.91	**159,165.36**	2,154.45 LT	1,391.00 521.71	0.87
WELLS FARGO CO Coupon Rate 5.625%; Matures 12/11/2017; CUSIP 949746NX5 *Int. Semi-Annually Jun/Dec 11; Yield to Maturity 1.560%; Moody A2 S&P A+; Issued 12/10/07; Asset Class: FI & Pref*	1/8/13	130,000.000	119.417 108.842	108.744	155,242.10 141,494.69	**141,367.20**	(127.49) LT	7,313.00 2,214.06	5.17
JP MORGAN CHASE & CO Coupon Rate 1.195%; Matures 01/25/2018; CUSIP 46625HJF8 *Interest Paid Quarterly Apr 25; Yield to Maturity .996%; Floater; Moody A3 S&P A; Issued 01/25/13; Asset Class: FI & Pref*	2/6/14	155,000.000	101.107 100.653	100.454	156,715.85 156,012.45	**155,703.70**	(308.75) LT	1,852.00 334.46	1.18
GOLDMAN SACHS GROUP INC Coupon Rate 1.496%; Matures 04/30/2018; CUSIP 38141GVK7 *Interest Paid Quarterly Jul 29; Yield to Maturity 1.159%; Floater; Moody A3 S&P A-; Issued 04/30/13; Asset Class: FI & Pref*	11/14/13	155,000.000	100.901 100.529	100.856	156,396.55 155,819.76	**156,326.80**	507.04 LT	2,320.00 393.11	1.48
TORONTO-DOMINION BANK Coupon Rate 1.400%; Matures 04/30/2018; CUSIP 89114QAG3 *Int. Semi-Annually Apr/Oct 30; Yield to Maturity 1.605%; Moody AA1 S&P AA-; Issued 04/30/13; Asset Class: FI & Pref*	5/16/13	155,000.000	100.281 100.149	99.483	155,435.55 155,231.00	**154,198.65**	(1,032.35) LT	2,170.00 904.16	1.40

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CISCO SYSTEMS INC	6/17/15	159,000.000	100.112	101.528	159,178.08			3,896.00	2.41
Coupon Rate 2.450%; Matures 06/15/2020; CUSIP 17275RAX0			100.106		159,168.77	**161,429.52**	2,260.75 ST	1,114.54	
Int. Semi-Annually Jun/Dec 15; Yield to Maturity 2.107%; First Coupon 12/15/15; Moody A1 S&P AA-; Issued 06/17/15; Asset Class: FI & Pref									
UNITEDHEALTH GROUP INC	9/21/15	156,000.000	102.140	102.323	159,338.40			4,212.00	2.63
Coupon Rate 2.700%; Matures 07/15/2020; CUSIP 91324PCM2			102.132		159,325.54	**159,623.88**	298.34 ST	783.89	
Int. Semi-Annually Jan/Jul 15; Yield to Maturity 2.186%; First Coupon 01/15/16; Moody A3 S&P A+; Issued 07/23/15; Asset Class: FI & Pref									
INTEL CORP	9/18/15	79,000.000	101.180	101.326	79,932.20			1,936.00	2.41
Coupon Rate 2.450%; Matures 07/29/2020; CUSIP 458140AQ3			101.175		79,928.13	**80,047.54**	119.41 ST	327.95	
Int. Semi-Annually Jan/Jul 29; Yield to Maturity 2.159%; First Coupon 01/29/16; Moody A1 S&P A+; Issued 07/29/15; Asset Class: FI & Pref									

	Percentage of Assets	Face Value	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CORPORATE FIXED INCOME		**4,472,000.000**	**$4,610,588.30**			**$110,239.00**	**2.41%**
			$4,553,266.01	**$4,569,370.42**	**$11,427.87 LT**	**$24,472.16**	
					$4,676.54 ST		
TOTAL CORPORATE FIXED INCOME (includes accrued interest)	**28.7%**			**$4,593,842.58**			

Watchlist and CreditWatch Indicators: (*) = developing/uncertain (+) = On Watchlist/CreditWatch Upgrade (-) = On Watchlist/CreditWatch Downgrade

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	5/29/13	9,000.000	$105.379	$101.090	$9,484.10				
Coupon Rate 2.375%; Matures 03/31/2016; CUSIP 912828KT6			$100.948		$9,085.34	$9,098.10	$12.76 LT		
	8/15/13	375,000.000	104.688	101.090	392,578.13				
			100.894		378,352.58	379,087.50	734.92 LT		
	Total	384,000.000			402,062.23			4,560.00	1.17
					387,437.92	**388,185.60**	747.68 LT		
Int. Semi-Annually Mar/Sep 30; Moody AAA; Issued 03/31/09; Asset Class: FI & Pref									
UNITED STATES TREASURY NOTE	11/29/11	355,000.000	100.375	100.641	356,331.25				
Coupon Rate 1.000%; Matures 10/31/2016; CUSIP 912828RM4			100.084		355,297.91	357,275.55	1,977.64 LT		
	12/13/11	185,000.000	100.695	100.641	186,286.33				
			100.157		185,289.72	186,185.85	896.13 LT		

0032/5 MSADD461 020878

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
FED HOME LN MTG CORP	10/26/12	950,000.000	100.513	100.605	954,873.50				
Coupon Rate 1.000%; Matures 09/29/2017; CUSIP 3137EADL0			100.211		952,002.63	955,747.50	3,744.87 LT		
	2/7/13	225,000.000	100.617	100.605	226,388.25				
			100.268		225,603.28	226,361.25	757.97 LT		
	Total	1,175,000.000			1,181,261.75			11,750.00	0.99
					1,177,605.91	**1,182,108.75**	4,502.84 LT	32.63	
Int. Semi-Annually Mar/Sep 29; Yield to Maturity .694%; Moody AAA S&P AA+; Issued 08/10/12; Asset Class: FI & Pref									
FED NATL MTG ASSN	12/4/14	640,000.000	99.163	100.153	634,643.20				
Coupon Rate 0.875%; Matures 02/08/2018; CUSIP 3135G0TG8			99.163		634,643.19	640,979.20	6,336.01 ST		
	9/4/15	396,000.000	99.909	100.153	395,639.64				
			99.909		395,639.64	396,605.88	966.24 ST		
	Total	1,036,000.000			1,030,282.84			9,065.00	0.87
					1,030,282.83	**1,037,585.08**	7,302.25 ST	1,309.38	
Int. Semi-Annually Feb/Aug 08; Yield to Maturity .809%; Moody AAA S&P AA+; Issued 01/07/13; Asset Class: FI & Pref									
FED NATL MTG ASSN	3/4/14	385,000.000	101.625	102.555	391,256.25				
Coupon Rate 1.875%; Matures 09/18/2018; CUSIP 3135G0YM9			101.074		389,135.48	394,836.75	5,701.27 LT		
	2/9/15	314,000.000	102.075	102.555	320,515.50				
			101.712		319,377.26	322,022.70	2,645.44 ST		
	Total	699,000.000			711,771.75			13,106.00	1.82
					708,512.74	**716,859.45**	5,701.27 LT	436.87	
							2,645.44 ST		
Int. Semi-Annually Mar/Sep 18; Yield to Maturity .999%; Moody AAA S&P AA+; Issued 08/23/13; Asset Class: FI & Pref									
FED NATL MTG ASSN	3/7/14	705,000.000	99.778	101.788	703,434.90			11,456.00	1.59
Coupon Rate 1.625%; Matures 11/27/2018; CUSIP 3135G0YT4			99.778		703,434.90	**717,605.40**	14,170.50 LT	3,914.21	
Int. Semi-Annually May/Nov 27; Yield to Maturity 1.048%; Moody AAA S&P AA+; Issued 10/01/13; Asset Class: FI & Pref									
FED NATL MTG ASSN	6/17/14	581,000.000	100.790	102.313	585,589.90				
Coupon Rate 1.875%; Matures 02/19/2019; CUSIP 3135G0ZA4			100.578		584,360.95	594,438.53	10,077.58 LT		
	12/11/14	309,000.000	101.429	102.313	313,415.61				
			101.162		312,589.67	316,147.17	3,557.50 ST		
	Total	890,000.000			899,005.51			16,688.00	1.83
					896,950.62	**910,585.70**	10,077.58 LT	1,900.52	
							3,557.50 ST		

0032/5 MSAUD461 020879

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ACTIVITY

CASH FLOW ACTIVITY BY DATE

Transaction Date	Settlement Date	Activity Type	Description	Comments		Quantity	Price	Credits/(Debits)
9/1	9/1	Interest Income	COMCAST CORP 5150 20MH01	CUSIP: 20030NBA8				$3,579.25
9/4	9/8	Sold	FHLMC 2000 16AU25	ACCRUED INTEREST ACTED AS AGENT	279.50	387,000.000	101.4700	392,968.40
9/4	9/10	Sold	PNC FUNDING CORP 2700 *16SP19	ACCRUED INTEREST ACTED AS AGENT	1,923.75	150,000.000	101.4350	154,076.25
9/4	9/8	Bought	FNMA 0875 18FB08	ACCRUED INTEREST ACTED AS AGENT	288.75	396,000.000	99.9090	(395,928.39)
9/4	9/10	Bought	PNC FUNDING COP 5125 20FB08	ACCRUED INTEREST ACTED AS AGENT	646.89	142,000.000	111.7830	(159,378.75)
9/9	9/14	Sold	HOME DEPOT INC 2250 *18SP10	ACCRUED INTEREST ACTED AS AGENT	38.75	155,000.000	102.0590	158,230.20
9/9	9/14	Bought	BANK OF NEW YORK 2100 *19JA15	ACCRUED INTEREST ACTED AS AGENT	543.78	158,000.000	100.3730	(159,133.12)
9/10	9/10	Interest Income	HOME DEPOT INC 2250 *18SP10	CUSIP: 437076BB7				1,743.75
9/14	9/15	Sold	FHLMC 2000 16AU25	ACCRUED INTEREST ACTED AS AGENT	436.67	393,000.000	101.4190	399,013.34
9/14	9/15	Bought	FNMA 1500 20JN22	ACCRUED INTEREST ACTED AS AGENT	1,383.33	400,000.000	99.4500	(399,183.33)
9/17	9/17	Interest Income	BNP PARIBAS 2450 19MH17	CUSIP: 05574LXH6				1,911.00
9/18	9/18	Interest Income	FNMA 1875 18SP18	CUSIP: 3135G0YM9				6,553.13
9/18	9/23	Sold	OCCIDENTAL PETE 2500 16FB01	ACCRUED INTEREST ACTED AS AGENT	267.22	74,000.000	100.6960	74,782.26
9/18	9/23	Bought	INTEL CORP 2450 20JL29	ACCRUED INTEREST ACTED AS AGENT	290.33	79,000.000	101.1800	(80,222.53)
9/21	9/24	Sold	UNITEDHEALTH GRP 1400 17OC15	ACCRUED INTEREST ACTED AS AGENT	958.42	155,000.000	100.0190	155,987.87
9/21	9/24	Bought	UNITEDHEALTH GRP 2700 20JL15	ACCRUED INTEREST ACTED AS AGENT	713.70	156,000.000	102.1400	(160,052.10)
9/22	9/22	Interest Income	BB&T CORPORATION 2150 *17MH22	CUSIP: 05531FAK9				1,623.25
9/29	9/29	Interest Income	FHLMC 1000 17SP29	CUSIP: 3137EADL0				5,875.00
9/30	9/30	Interest Income	US TSY NOTE 2375 16MH31	CUSIP: 912828KT6				4,560.00
9/30	9/30	Interest Income	MORGAN STANLEY BANK N.A. (Period 09/01-09/30)					2.39
NET CREDITS/(DEBITS)								$7,007.87

Purchase and Sale transactions above may have received an average price execution. Details regarding the actual prices are available upon request.

003275 MSADD461 020880

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

SHORT-TERM GAIN/(LOSS) (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
Short-Term This Period				$310,343.95	$311,089.75	$(745.80)	
Short-Term Year to Date				$1,101,007.68	$1,092,507.57	$8,500.11	
Net Realized Gain/(Loss) This Period				$1,331,154.01	$1,332,169.37	$(1,015.36)	
Net Realized Gain/(Loss) Year to Date				$4,387,193.30	$4,374,037.45	$13,155.85	

Treasury regulations require that we report on Form 1099-B a) adjusted cost basis on the sale of covered securities acquired on or after 1/1/11 (or the applicable date for the type of security), b) the gain or loss as either long-term or short-term, and c) basis adjustments on covered securities due to wash sales, certain corporate actions and transfers by gift or inheritance. This section may not reflect all the basis adjustments required when filing your tax return. Refer to the Expanded Disclosures.

MESSAGES

Statement of Financial Condition

At June 30, 2015 Morgan Stanley Smith Barney LLC had net capital of $5,031 which exceeded the Securities and Exchange Commission's minimum requirement by $4,868. A copy of the Morgan Stanley Smith Barney LLC Consolidated Statement of Financial Condition at June 30, 2015 can be viewed online at: http://www.morganstanley.com/about-us-ir/shareholder/morganstanley_smithbarney_llc.pdf or may be mailed to you at no cost by calling 1 (866) 825-1675, after September 15, 2015.

Important Information About Advisory Accounts

Please notify your Financial Advisor if there have been any changes in your financial situation or investment objectives, or if you wish to impose any reasonable restrictions on the management of your Investment Advisory accounts, or to reasonably modify existing restrictions.

For a copy of the applicable ADV Brochure for Morgan Stanley Smith Barney LLC, or for any investment advisor with whom we contract to manage your investment advisory account, please contact your Financial Advisor. These ADV Brochures contain important information about advisory programs.

Sign up for eDelivery of your Statements Today

Would you like to receive your Statements and other documents faster, more securely and with the added benefit of reducing paper mail? Simply visit www.morganstanley.com/edelivery to set your eDelivery preferences today. Please note, if you have not already, you will first need to register for Morgan Stanley Online, to make your eDelivery selections.

003275 MSAUD461 020881 E

2014/15 Fourth Quarter Investment Report

Alameda County Schools Insurance Group
P.O. Box 2487
Dublin, CA 94568
Phone (925) 225-1030
Fax (925) 225-0653
www.acsig.com

EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: 2014/2015 Fourth Quarter Investment Report

In an effort to improve ACSIG's interest earnings, the Executive Committee amended its investment policy and selected Morgan Stanley Smith Barney as its investment advisor effective July 1, 2010. 2010-2011 was the first full year that ACSIG invested funds outside of the Alameda County Treasurer. I am pleased to say, although returns were low due to market conditions, the portfolio has yielded nearly $1 million in revenue.

Enclosed is ACSIG's fourth quarterly investment report. The Executive Director will review this with the Board. The Board will be asked to approve this report.

Wealth Management
1478 Stone Point Dr Suite 500
Roseville, CA 95661

tel 916 797 7742 or 888 335 6370
fax 916 797 7750

Morgan Stanley

July 8, 2015

Kimberly Dennis, Executive Director
ACSIG – Alameda County Schools Insurance Group
PO Box 2487
Dublin, CA 94568-0710

Dear Board:

Please find attached your most recent portfolio summary. I certify that your portfolio is in compliance with California government code sections 53600 and 53601 as well as your current investment policy statement as of the date of this report.

Investment Summary Dollar Weighted Return % (Net of fees)

Date of Report	06/30/15
Inception date	07/12/10
Beginning Total Value	$9,999,850.00
Net Contributions/Withdrawals	$5,033,025.75
Investment Earnings	$883,008.50
Total Ending Value	$15,915,884.25
Current Quarter	-0.06%
Year to Date	0.80%
Since Inception (annualized % per year)	1.28%

Time Weighted Return % by Period (Net of fees)

Last 3 Years (annualized % per year)	0.96%
Last 5 Years (annualized % per year)	-
Year 2010	0.29%
Year 2011	1.91%
Year 2012	2.44%
Year 2013	-0.03%
Year 2014	1.01%
Year 2015	0.80%
Corporate bonds as percentage of portfolio	28.86%

More details on the portfolio summary are attached. Please contact me with any questions.

Sincerely,



Cary M. Allison, CIMA®
Senior Institutional Consultant
www.morganstanley.com
cary.allison@morganstanley.com

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Morgan Stanley

Fixed Income Report

Prepared on July 08, 2015

Prepared For: **Alameda County Schools Ins Group**

Account No. 171-041349

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

Cary Allison
Financial Advisor
Senior Vice President
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Cary.Allison@morganstanley.com
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195

TABLE OF CONTENTS

Account(s) Included In This Report	3
Investment Summary Dollar Weighted Returns	4
Time Weighted Performance Summary	5
Time Weighted Performance By Period	6
Risk Vs. Return	7
Fixed Income & Preferreds Quality, Maturity And Asset Allocation	8
Positions: Fixed Income Detail	9
Disclosures	14

196

ACCOUNT(S) INCLUDED IN THIS REPORT

Morgan Stanley

Account No. 171-041349

Reporting Currency: USD

ACCOUNT(S) DETAIL

Account Name and Address	Account Type	Advisory/Brokerage	Account Number	Date Opened	Date Closed
Alameda County Schools Ins Group P O Box 2487 DUBLIN	Consulting and Evaluation Services	Advisory	171-041349	04/27/10	

197

INVESTMENT SUMMARY DOLLAR WEIGHTED RETURNS

Morgan Stanley

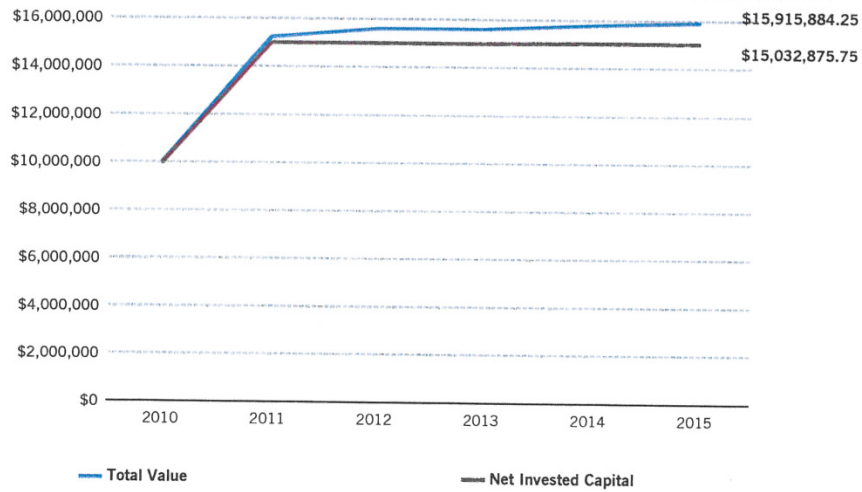
Account No. 171-041349

As of June 30, 2015|Reporting Currency: USD

CHANGE IN VALUE AND RETURN % (NET OF FEES)

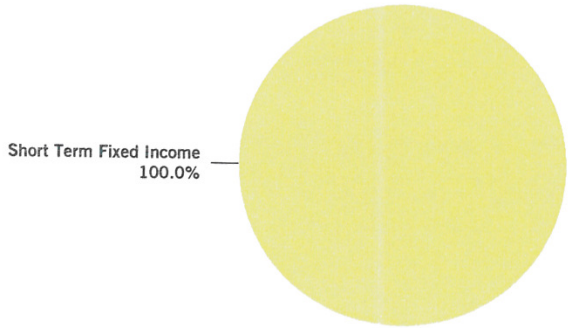
	Quarter to Date 03/31/15-06/30/15	Year to Date 12/31/14-06/30/15	Performance Inception 07/12/10-06/30/15
Beginning Total Value	**$15,924,833.29**	**$15,789,357.87**	**$9,999,850.00**
Net Contributions/Withdrawals	0.00	0.00	5,033,025.75
Investment Earnings	-8,949.04	126,526.38	883,008.50
Ending Total Value	**$15,915,884.25**	**$15,915,884.25**	**$15,915,884.25**
DOLLAR WEIGHTED RATE OF RETURN			
Return % (Net of Fees)	-0.06%	0.80%	1.28%

TOTAL VALUE VS. NET INVESTED CAPITAL



Does not include Performance Ineligible Assets.

ASSET ALLOCATION



Does not include Performance Ineligible Assets.

INCOME SUMMARY

	Year To Date 01/01/15-06/30/15	Projected Remaining Year (Until 12/31) 07/07/15-12/31/15	Projected Next 12 Months 08/01/15-07/31/16
INCOME BY ASSET CLASS			
Cash	$10.87	-	-
Fixed Income & Preferreds	135,732.88	144,712.83	302,212.01
Total Income	**$135,743.75**	**$144,712.83**	**$302,212.01**
INCOME BY TAX CATEGORY			
Taxable	135,743.75	144,712.83	302,212.01
Non Taxable	-	-	-
Tax Deferred	-	-	-
Total Income	**$135,743.75**	**$144,712.83**	**$302,212.01**

Income Summary does not include income from external assets.

198

Inception dates for advisory account(s) reflect the most recent advisory program or account change.

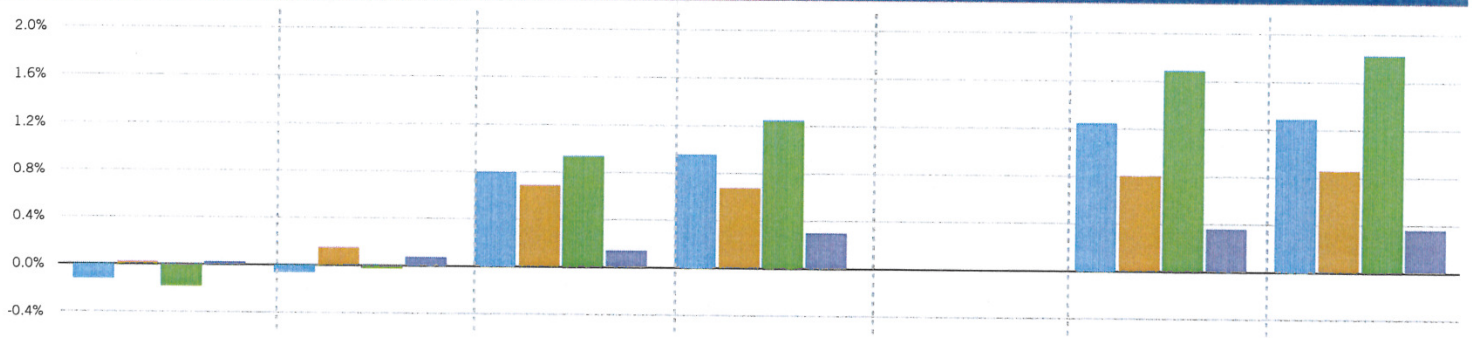
TIME WEIGHTED PERFORMANCE SUMMARY

Morgan Stanley

Account No. 171-041349

As of June 30, 2015 | Reporting Currency: USD

RETURN % (NET OF FEES) VS. BENCHMARKS



	Month to Date 05/31/15 - 06/30/15	Quarter to Date 03/31/15 - 06/30/15	Year to Date 12/31/14 - 06/30/15	Last 3 Years 06/30/12 - 06/30/15	Last 5 Years 06/30/10 - 06/30/15	Performance Inception Month End 07/31/10 - 06/30/15	Performance Inception 07/12/10 - 06/30/15
Beginning Total Value	**$15,934,895.12**	**$15,924,833.29**	**$15,789,357.87**	**$15,431,234.53**	-	**$10,025,516.38**	**$9,999,850.00**
Net Contributions/Withdrawals	0.00	0.00	0.00	32,875.75	-	5,032,875.75	5,033,025.75
Investment Earnings	-19,010.88	-8,949.04	126,526.38	451,773.97	-	857,492.12	883,008.50
Ending Total Value	**$15,915,884.25**	**$15,915,884.25**	**$15,915,884.25**	**$15,915,884.25**	-	**$15,915,884.25**	**$15,915,884.25**
Return % (Net of Fees)	**-0.12**	**-0.06**	**0.80**	**0.96**	-	**1.25**	**1.29**
BC Gov 1-3 Yr	*0.02*	*0.15*	*0.69*	*0.68*	-	*0.81*	*0.86*
BC Gov/Cr 1-5 yr	*-0.18*	*-0.02*	*0.94*	*1.25*	-	*1.69*	*1.82*
Citi CD 6 Month	*0.02*	*0.07*	*0.14*	*0.30*	-	*0.36*	*0.36*

Inception dates for advisory account(s) reflect the most recent advisory program or account change.
The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.

TIME WEIGHTED PERFORMANCE BY PERIOD

Morgan Stanley

Account No. 171-041349

As of June 30, 2015 | Reporting Currency: USD

RETURN % (NET OF FEES) VS. BENCHMARKS

From 07/12/10 - 06/30/15

Period	Beginning Total Value	Net Contributions/ Withdrawals	Investment Earnings	Ending Total Value	Period Returns%			
					Portfolio (Net of Fees)	BC Gov 1-3 Yr	BC Gov/Cr 1-5 yr	Citi CD 6 Month
2015 (YTD)	**$15,789,357.87**	**$0.00**	**$126,526.38**	**$15,915,884.25**	**0.80%**	**0.69%**	**0.94%**	**0.14%**
2QTR	*15,924,833.29*	*0.00*	*-8,949.04*	*15,915,884.25*	*-0.06*	*0.15*	*-0.02*	*0.07*
June	15,934,895.12	0.00	-19,010.88	15,915,884.25	-0.12	0.02	-0.18	0.02
May	15,925,173.22	0.00	9,721.90	15,934,895.12	0.06	0.07	0.09	0.02
April	15,924,833.29	0.00	339.93	15,925,173.22	0.00	0.05	0.07	0.02
1QTR	*15,789,357.87*	*0.00*	*135,475.42*	*15,924,833.29*	*0.86*	*0.54*	*0.96*	*0.07*
March	15,864,378.70	0.00	60,454.59	15,924,833.29	0.38	0.24	0.39	0.02
February	15,912,423.28	0.00	-48,044.58	15,864,378.70	-0.30	-0.22	-0.38	0.02
January	15,789,357.87	0.00	123,065.42	15,912,423.28	0.78	0.52	0.96	0.02
2014	**$15,597,806.94**	**$32,875.75**	**$158,675.18**	**$15,789,357.87**	**1.01%**	**0.64%**	**1.42%**	**0.27%**
2013	**$15,600,964.10**	**$0.00**	**-$3,157.16**	**$15,597,806.94**	**-0.03%**	**0.37%**	**0.28%**	**0.27%**
2012	**$15,229,289.11**	**$0.00**	**$371,674.99**	**$15,600,964.10**	**2.44%**	**0.51%**	**2.24%**	**0.49%**
2011	**$10,028,996.97**	**$5,000,000.00**	**$200,292.14**	**$15,229,289.11**	**1.91%**	**1.56%**	**3.14%**	**0.39%**
2010 Performance Inception: 07/12/10	**$9,999,850.00**	**$150.00**	**$28,996.97**	**$10,028,996.97**	**0.29%**	**0.53%**	**1.03%**	**0.25%**

200

Inception dates for advisory account(s) reflect the most recent advisory program or account change.
The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.

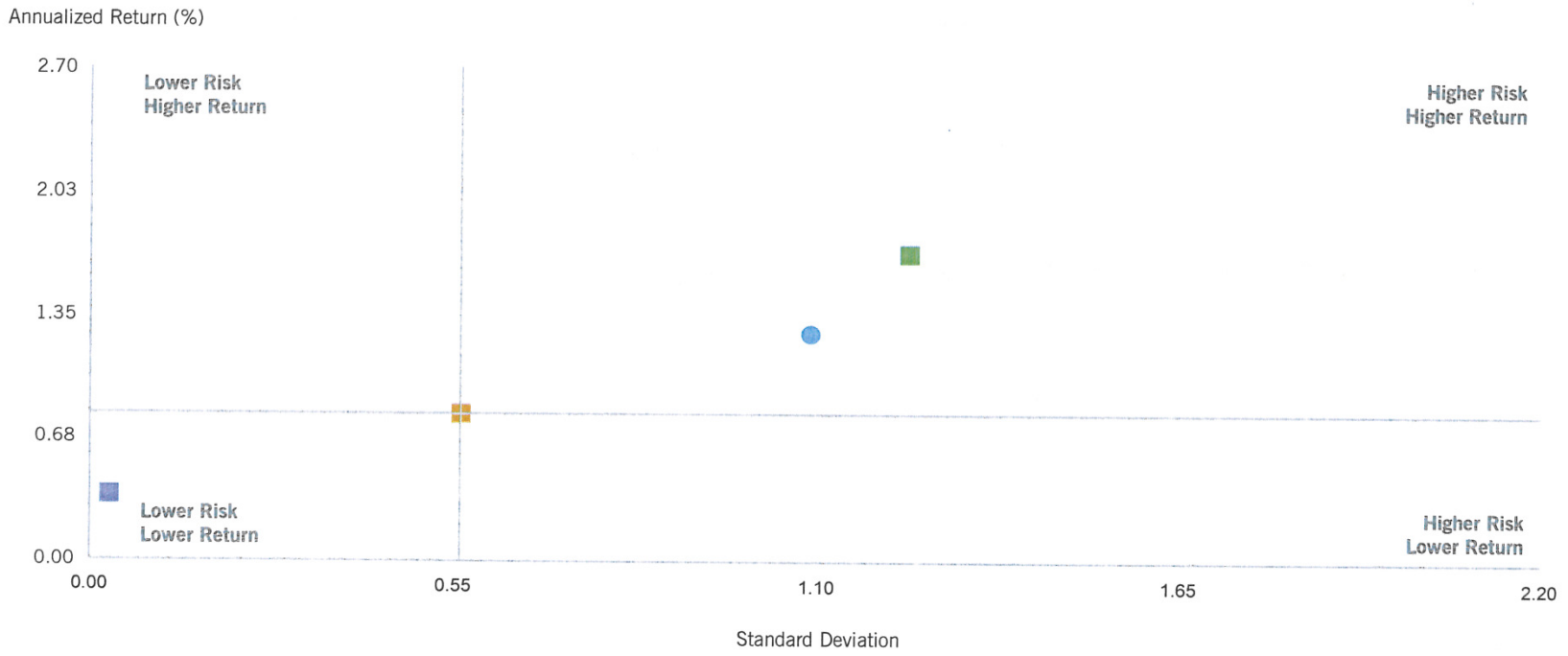
RISK VS. RETURN

Morgan Stanley

Account No. 171-041349

As of June 30, 2015 | Reporting Currency: USD

RETURN % (NET OF FEES) AND VOLATILITY VS. BENCHMARKS



	Return % (Net of Fees) 07/31/10-06/30/15	Standard Deviation 07/31/10-06/30/15
Portfolio	1.25%	1.09%
BC Gov 1-3 Yr	*0.81*	*0.56*
BC Gov/Cr 1-5 yr	*1.69*	*1.24*
Citi CD 6 Month	*0.36*	*0.03*

Inception dates for advisory account(s) reflect the most recent advisory program or account change.
The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.

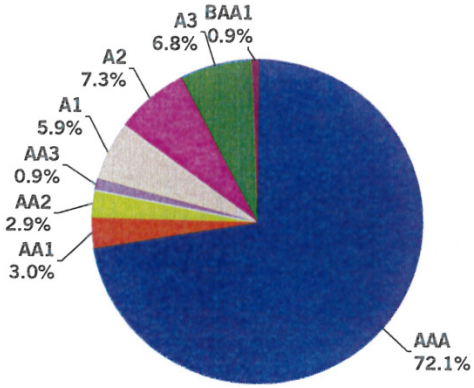
FIXED INCOME & PREFERREDS QUALITY, MATURITY AND ASSET ALLOCATION

Morgan Stanley

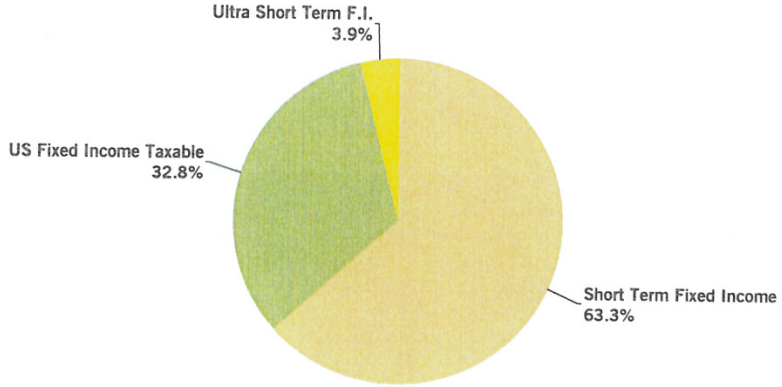
Account No. 171-041349

As of June 30, 2015 | Reporting Currency: USD

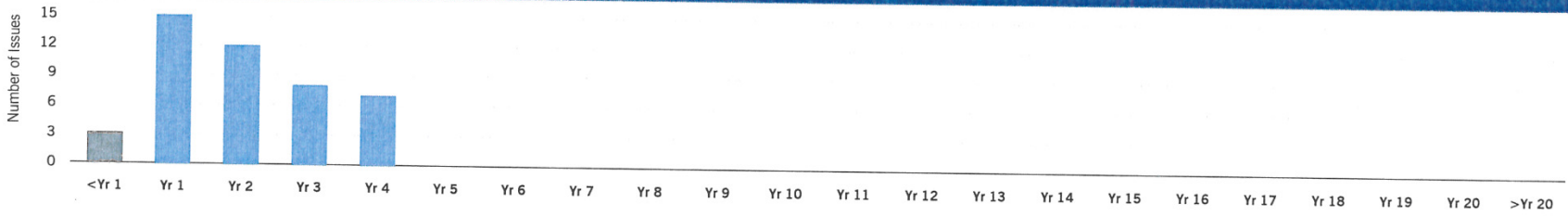
FIXED INCOME AND PREFERREDS QUALITY ANALYSIS



FIXED INCOME AND PREFERREDS ASSET ALLOCATION



MATURITY SCHEDULE



	Number of Issues	Total Value 06/30/15	% of Fixed Income & Preferreds
Less than 1 yr	3	$611,879.47	3.9%
1-5 yrs	42	15,199,260.72	96.1
6-10 yrs	0	0.00	0.0
11-15 yrs	0	0.00	0.0
16-20 yrs	0	0.00	0.0
More than 20 yrs	0	0.00	0.0
Others	0	0.00	0.0
Total Fixed Income & Preferreds	**45**	**$15,811,140.20**	**100.0%**

Others includes securities without maturities, such as mutual funds. These securities are not included on the chart.

202

CORPORATE FIXED INCOME

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Accrued Int.	Total Value	Unrealized Gain/Loss	Duration	% of Fixed Income
AMERICAN EXPRESS CREDIT	$157,421.10 $157,323.01	$155,000.00	$100.17	$155,260.40 $1,307.81	$156,568.21	-$2,062.61	3.89	0.99%
Cusip: 0258M0DP1, Moody's Rating: A2, S & P Rating: A-, Maturity Date: 8/15/2019, Coupon: 2.250, Accrued Interest: $1307.812, Curr Yield: 2.24%								
ANHEUSER-BUSCH INBEV WOR	156,970.32 156,591.37	156,000.00	100.47	156,733.20 983.12	157,716.32	141.83	1.99	1.00
Cusip: 03523TBN7, Moody's Rating: A2, S & P Rating: A, Maturity Date: 7/15/2017, Coupon: 1.375, Accrued Interest: $983.124, Curr Yield: 1.36%								
APPLE INC	158,291.98 158,291.98	161,000.00	97.97	157,723.65 977.40	158,701.05	-568.33	4.39	1.00
Cusip: 037833AX8, Moody's Rating: AA1, S & P Rating: AA+, Maturity Date: 2/7/2020, Coupon: 1.550, Accrued Interest: $977.404, Curr Yield: 1.58%								
BANK OF NOVA SCOTIA	155,230.95 155,113.02	155,000.00	100.16	155,254.20 80.51	155,334.71	141.18	1.43	0.98
Cusip: 064159DA1, Moody's Rating: AA2, S & P Rating: A+, Maturity Date: 12/13/2016, Coupon: 1.100, Accrued Interest: $80.513, Curr Yield: 1.09%								
BB&T CORPORATION	153,494.52 151,909.76	151,000.00	101.49	153,243.86 883.77	154,127.63	1,334.10	1.60	0.98
Cusip: 05531FAK9, Moody's Rating: A2, S & P Rating: A-, Maturity Date: 3/22/2017, Coupon: 2.150, Call Date: 2/22/2017, Call Price: 100.000, Accrued Interest: $883.768, Curr Yield: 2.11%								
BERKSHIRE HATHAWAY INC	157,102.50 152,475.03	150,000.00	101.64	152,454.00 1,237.50	153,691.50	-21.03	1.10	0.97
Cusip: 084670BB3, Moody's Rating: AA2, S & P Rating: AA, Maturity Date: 8/15/2016, Coupon: 2.200, Accrued Interest: $1237.500, Curr Yield: 2.16%								
BHP BILLITON FIN USA LTD	155,845.60 153,143.65	152,000.00	101.16	153,760.16 308.75	154,068.91	616.51	1.37	0.97
Cusip: 055451AK4, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 11/21/2016, Coupon: 1.875, Accrued Interest: $308.748, Curr Yield: 1.85%								
BNP PARIBAS	156,121.68 156,092.59	156,000.00	101.17	157,825.20 1,093.52	158,918.72	1,732.61	3.51	1.01
Cusip: 05574LXH6, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 3/17/2019, Coupon: 2.450, Accrued Interest: $1093.516, Curr Yield: 2.42%								
CISCO SYSTEMS INC	159,178.08 159,177.14	159,000.00	100.71	160,132.08 140.67	160,272.75	954.94	4.64	1.01
Cusip: 17275RAX0, Moody's Rating: A1, S & P Rating: AA-, Maturity Date: 6/15/2020, Coupon: 2.450, Accrued Interest: $140.670, Curr Yield: 2.43%								
COMCAST CORP	156,366.66 156,268.76	139,000.00	112.57	156,468.13 2,366.28	158,834.41	199.37	4.14	1.01
Cusip: 20030NBA8, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 3/1/2020, Coupon: 5.150, Accrued Interest: $2366.282, Curr Yield: 4.57%								
DUKE ENERGY CAROLINAS	155,699.68 154,017.06	152,000.00	101.23	153,872.64 110.83	153,983.47	-144.42	1.44	0.97
Cusip: 26442CAL8, Moody's Rating: AA2, S & P Rating: A, Maturity Date: 12/15/2016, Coupon: 1.750, Accrued Interest: $110.832, Curr Yield: 1.72%								
GENERAL ELECTRIC CAPITAL CORP	155,608.50 152,299.87	150,000.00	101.95	152,929.50 603.75	153,533.25	629.63	1.78	0.97

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

CORPORATE FIXED INCOME (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Accrued Int.	Total Value	Unrealized Gain/Loss	Duration	% of Fixed Income
Cusip: 36962G5WO, Moody's Rating: A1, S & P Rating: AA+, Maturity Date: 4/27/2017, Coupon: 2.300, Accrued Interest: $603.750, Curr Yield: 2.25%								
GOLDMAN SACHS GROUP INC	156,396.55 155,897.14	155,000.00	101.06	156,635.25 381.84	157,017.09	738.11	2.76	0.99
Cusip: 38141GVK7, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 4/30/2018, Coupon: 1.478, Accrued Interest: $381.842, Curr Yield: 1.46%								
HOME DEPOT INC	158,093.80 157,962.24	155,000.00	100.22	155,334.80 129.17	155,463.97	-2,627.44	3.71	0.98
Cusip: 437076BE1, Moody's Rating: A2, S & P Rating: A, Maturity Date: 6/15/2019, Coupon: 2.000, Call Date: 5/15/2019, Call Price: 100.000, Accrued Interest: $129.166, Curr Yield: 1.99%								
JP MORGAN CHASE & CO	156,715.85 156,119.49	155,000.00	100.66	156,019.90 329.40	156,349.30	-99.59	2.53	0.99
Cusip: 46625HJF8, Moody's Rating: A3, S & P Rating: A, Maturity Date: 1/25/2018, Coupon: 1.177, Accrued Interest: $329.395, Curr Yield: 1.16%								
MERCK & CO INC	156,048.70 156,048.70	158,000.00	99.61	157,375.90 239.63	157,615.53	1,327.20	2.82	1.00
Cusip: 58933YAGO, Moody's Rating: A2, S & P Rating: AA, Maturity Date: 5/18/2018, Coupon: 1.300, Accrued Interest: $239.632, Curr Yield: 1.30%								
MERRILL LYNCH & CO	151,587.48 142,648.23	132,000.00	109.64	144,730.08 2,816.00	147,546.08	2,081.85	2.00	0.93
Cusip: 59018YJ69, Moody's Rating: BAA1, S & P Rating: A-, Maturity Date: 8/28/2017, Coupon: 6.400, Accrued Interest: $2816.000, Curr Yield: 5.83%								
METLIFE INC	152,286.00 143,322.26	136,000.00	105.20	143,073.36 739.50	143,812.86	-248.90	0.90	0.91
Cusip: 59156RAU2, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 6/1/2016, Coupon: 6.750, Accrued Interest: $739.500, Curr Yield: 6.41%								
MICROSOFT CORP	157,010.91 157,010.91	159,000.00	99.78	158,648.61 173.91	158,822.52	1,637.70	2.34	1.00
Cusip: 594918AP9, Moody's Rating: AAA, S & P Rating: AAA, Maturity Date: 11/15/2017, Coupon: 0.875, Accrued Interest: $173.906, Curr Yield: 0.87%								
OCCIDENTAL PETROLEUM CORP	77,602.32 74,787.01	74,000.00	101.23	74,912.42 765.69	75,678.11	125.41	0.58	0.48
Cusip: 674599BZ7, Moody's Rating: A2, S & P Rating: A, Maturity Date: 2/1/2016, Coupon: 2.500, Accrued Interest: $765.694, Curr Yield: 2.46%								
ORACLE CORP	156,650.34 156,171.07	154,000.00	101.49	156,288.44 1,676.35	157,964.79	117.37	3.35	1.00
Cusip: 68389XAQ8, Moody's Rating: A1, S & P Rating: AA-, Maturity Date: 1/15/2019, Coupon: 2.375, Accrued Interest: $1676.353, Curr Yield: 2.34%								
PNC FUNDING CORP	154,225.50 153,172.19	150,000.00	101.74	152,604.00 1,136.25	153,740.25	-568.19	1.11	0.97
Cusip: 693476BM4, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 9/19/2016, Coupon: 2.700, Call Date: 8/19/2016, Call Price: 100.000, Accrued Interest: $1136.250, Curr Yield: 2.65%								
PROCTER & GAMBLE CO/THE	151,176.89 150,986.28	149,000.00	100.24	149,357.60 463.97	149,821.57	-1,628.68	4.13	0.95
Cusip: 742718EG0, Moody's Rating: AA3, S & P Rating: AA-, Maturity Date: 11/1/2019, Coupon: 1.900, Accrued Interest: $463.968, Curr Yield: 1.89%								
RIO TINTO FINANCE (USA) LIMITED	156,613.20	152,000.00	101.55	154,356.00	155,306.00	326.28	1.20	0.98

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

CORPORATE FIXED INCOME (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Accrued Int.	Total Value	Unrealized Gain/Loss	Duration	% of Fixed Income
	154,029.72			950.00				
Cusip: 767201AP1, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 9/20/2016, Coupon: 2.250, Accrued Interest: $950.000, Curr Yield: 2.21%								
SHELL INTERNATIONAL FIN	156,190.40	155,000.00	100.98	156,511.25	157,656.53	555.24	2.99	1.00
	155,956.01			1,145.28				
Cusip: 822582AW2, Moody's Rating: AA1, S & P Rating: AA, Maturity Date: 8/10/2018, Coupon: 1.900, Accrued Interest: $1145.276, Curr Yield: 1.88%								
TORONTO-DOMINION BANK	155,435.55	155,000.00	99.79	154,676.05	155,037.72	-576.65	2.76	0.98
	155,252.70			361.67				
Cusip: 89114QAG3, Moody's Rating: AA1, S & P Rating: AA-, Maturity Date: 4/30/2018, Coupon: 1.400, Accrued Interest: $361.666, Curr Yield: 1.40%								
UNITED TECHNOLOGIES CORP	155,385.04	151,000.00	101.46	153,200.07	153,419.02	83.39	1.88	0.97
	153,116.68			218.95				
Cusip: 913017BU2, Moody's Rating: A2, S & P Rating: A, Maturity Date: 6/1/2017, Coupon: 1.800, Accrued Interest: $218.950, Curr Yield: 1.77%								
UNITEDHEALTH GROUP INC	156,458.55	155,000.00	100.11	155,173.60	155,625.68	-593.48	2.24	0.98
	155,767.08			452.08				
Cusip: 91324PBY7, Moody's Rating: A3, S & P Rating: A+, Maturity Date: 10/15/2017, Coupon: 1.400, Accrued Interest: $452.082, Curr Yield: 1.39%								
US BANCORP	156,780.00	150,000.00	101.72	152,586.00	152,998.50	-118.46	1.26	0.97
	152,704.46			412.50				
Cusip: 91159HHB9, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 11/15/2016, Coupon: 2.200, Call Date: 10/14/2016, Call Price: 100.000, Accrued Interest: $412.500, Curr Yield: 2.16%								
WELLS FARGO CO	155,242.10	130,000.00	109.87	142,833.60	143,219.54	66.04	2.30	0.91
	142,767.56			385.94				
Cusip: 949746NX5, Moody's Rating: A2, S & P Rating: A+, Maturity Date: 12/11/2017, Coupon: 5.625, Accrued Interest: $385.938, Curr Yield: 5.11%								
Corporate Fixed Income Total	$4,597,230.75	$4,461,000.00		$4,539,973.95	$4,562,845.99	$3,550.98		28.86%
	$4,536,422.97			$22,872.04				

GOVERNMENT SECURITIES

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Accrued Int.	Total Value	Unrealized Gain/Loss	Duration	% of Fixed Income
FED HOME LN MTG CORP	$1,181,261.75	$1,175,000.00	$100.24	$1,177,773.00	$1,180,743.13	-$152.41	2.21	7.47%
	$1,177,925.41			$2,970.13				
Cusip: 3137EADL0, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 9/29/2017, Coupon: 1.000, Accrued Interest: $2970.130, Curr Yield: 0.99%								
FED HOME LN MTG CORP	816,960.30	780,000.00	101.77	793,821.60	799,238.26	715.76	1.13	5.06
	793,105.84			5,416.66				
Cusip: 3137EACW7, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 8/25/2016, Coupon: 2.000, Accrued Interest: $5416.663, Curr Yield: 1.96%								
FED NATL MTG ASSN	634,643.20	640,000.00	99.75	638,425.60	640,634.48	3,782.41	2.56	4.05
	634,643.19			2,208.88				
Cusip: 3135G0TG8, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 2/8/2018, Coupon: 0.875, Accrued Interest: $2208.883, Curr Yield: 0.87%								

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

GOVERNMENT SECURITIES (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Accrued Int.	Total Value	Unrealized Gain/Loss	Duration	% of Fixed Income
FED NATL MTG ASSN	907,656.35 906,002.81	901,000.00	100.76	907,838.59 1,773.84	909,612.43	1,835.78	1.80	5.75
Cusip: 3135G0JA2, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 4/27/2017, Coupon: 1.125, Accrued Interest: $1773.844, Curr Yield: 1.11%								
FED NATL MTG ASSN	621,931.41 617,408.49	613,000.00	101.04	619,356.81 3,192.71	622,549.52	1,948.32	1.56	3.94
Cusip: 3135G0GY3, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 1/30/2017, Coupon: 1.250, Accrued Interest: $3192.706, Curr Yield: 1.23%								
FED NATL MTG ASSN	636,448.90 636,448.90	641,000.00	98.81	633,397.74 213.67	633,611.41	-3,051.16	4.77	4.01
Cusip: 3135G0D75, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 6/22/2020, Coupon: 1.500, Accrued Interest: $213.665, Curr Yield: 1.51%								
FED NATL MTG ASSN	703,434.90 703,434.90	705,000.00	101.21	713,530.50 1,050.15	714,580.65	10,095.60	3.30	4.52
Cusip: 3135G0YT4, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 11/27/2018, Coupon: 1.625, Accrued Interest: $1050.154, Curr Yield: 1.60%								
FED NATL MTG ASSN	899,005.51 897,443.91	890,000.00	101.89	906,776.50 6,072.39	912,848.89	9,332.59	3.48	5.77
Cusip: 3135G0ZA4, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 2/19/2019, Coupon: 1.875, Accrued Interest: $6072.390, Curr Yield: 1.84%								
FED NATL MTG ASSN	711,771.75 709,287.94	699,000.00	102.16	714,091.41 3,713.43	717,804.84	4,803.47	3.10	4.54
Cusip: 3135G0YM9, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 9/18/2018, Coupon: 1.875, Accrued Interest: $3713.431, Curr Yield: 1.83%								
UNITED STATES TREASURY NOTE	402,062.23 389,152.05	384,000.00	101.59	390,120.96 2,267.54	392,388.50	968.91	0.74	2.48
Cusip: 912828KT6, Moody's Rating: AAA, Maturity Date: 3/31/2016, Coupon: 2.375, Accrued Interest: $2267.539, Curr Yield: 2.33%								
UNITED STATES TREASURY NOTE	308,728.15 308,728.15	311,000.00	101.09	314,377.46 -	314,377.46	5,649.31	2.93	1.99
Cusip: 912828VK3, Moody's Rating: AAA, Maturity Date: 6/30/2018, Coupon: 1.375, Curr Yield: 1.36%								
UNITED STATES TREASURY NOTE	791,625.64 791,625.64	804,000.00	98.66	793,194.24 4,108.83	797,303.07	1,568.60	4.42	5.04
Cusip: 912828H52, Moody's Rating: AAA, Maturity Date: 1/31/2020, Coupon: 1.250, Accrued Interest: $4108.834, Curr Yield: 1.26%								
UNITED STATES TREASURY NOTE	1,321,650.52 1,277,722.93	1,221,000.00	104.88	1,280,523.75 11,131.66	1,291,655.41	2,800.82	2.56	8.17
Cusip: 912828PY0, Moody's Rating: AAA, Maturity Date: 2/28/2018, Coupon: 2.750, Accrued Interest: $11131.662, Curr Yield: 2.62%								
UNITED STATES TREASURY NOTE	542,617.58 540,721.15	540,000.00	100.76	544,093.20 895.10	544,988.30	3,372.05	1.33	3.45
Cusip: 912828RM4, Moody's Rating: AAA, Maturity Date: 10/31/2016, Coupon: 1.000, Accrued Interest: $895.104, Curr Yield: 0.99%								
UNITED STATES TREASURY NOTE	782,478.94 769,736.82	744,000.00	104.07	774,280.80 1,677.04	775,957.84	4,543.98	1.87	4.91

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

GOVERNMENT SECURITIES (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Accrued Int.	Total Value	Unrealized Gain/Loss	Duration	% of Fixed Income
Cusip: 912828NG1, Moody's Rating: AAA, Maturity Date: 5/31/2017, Coupon: 2.750, Accrued Interest: $1677.043, Curr Yield: 2.64%								
Government Securities Total	$11,262,277.13 $11,153,388.13	$11,048,000.00		$11,201,602.16 $46,692.05	$11,248,294.21	$48,214.03		71.14%

207

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

DISCLOSURES

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The Other asset class contains securities that are not included in the various asset class classifications. This can include, but is not limited to, non-traditional investments such as some Equity Unit Trusts, Index Options and Structured Investments issued outside of Morgan Stanley. Additionally, investments for which we are unable to procure market data to properly classify them will appear in the Other category.

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Performance Inception Month End: Performance Inception Month End refers to performance calculated from the end of the month in which the accounts became eligible for performance. Calculating performance from the Performance Inception Month End allows for a comparison to be made to appropriate benchmarks. Performance Inception Month End does not necessarily correspond to the account opening date.

Realized/Unrealized Gain/Loss: The gain and loss information is provided for informational purposes only, may not be complete, is not a substitute 1099 form (or any other appropriate tax form), and should not be used for tax planning or preparation. Gain and loss values are estimates and should be independently verified. We are not responsible for any gain and loss information provided by you or another financial institution. You are responsible for ensuring the accuracy of such information.

Projected Next 12 Months income: Projected Next 12 Months income includes cash income such as interest and cash dividends, based on current yields and does not include income from external accounts. These are projections and the actual income may be lower or higher than the projections.

Bank Deposit Program: Morgan Stanley Smith Barney LLC is a registered broker-dealer, not a bank. Unless specifically disclosed in writing, other investments and services offered through Morgan Stanley Smith Barney LLC are not insured by the Federal Deposit Insurance Corporation (FDIC), are not deposits or other obligations of, or guaranteed by, a Bank and involve risks, including possible loss of principal amount invested. Bank Deposit Program balances are held at (1) Morgan Stanley Bank, N.A., and/or Morgan Stanley Private Bank, National Association, affiliates of Morgan Stanley Smith Barney, or (2) Citibank, N.A., each Members FDIC.

GENERAL DEFINITIONS

Total Value: Total Value represents the Market Value of the portfolio or of a given Asset Class inclusive of interest and dividend accruals. Total Value for Change in Portfolio Value and Asset Allocation before January 2014 does not include accruals.

Dollar-Weighted Return (Internal Rate of Return): A return calculation that measures the performance of your portfolio based on actual dollars invested over the reporting period. Since dollar weighted returns include the impact of the timing of contributions and withdrawals, they should not be compared to market indices or used to evaluate the performance of a manager but can be used to evaluate your progress toward investment goals.

Time-Weighted Return: A return calculation that measures the performance of one dollar invested over the reporting period. As time-weighted returns do not include the impact of timing of contributions and withdrawals, they can be compared to market indices and used to evaluate the performance of an investment or manager.

Net of Fees: Performance results depicted as "net" of fees shall mean that any wrap fee, investment management fees, trade commissions, and/or other account fees have been deducted. Any other fees or expenses associated with the account, such as third party custodian fees, may not have been deducted. Please see the Morgan Stanley Smith Barney LLC Form ADV Part 2 Brochure for advisory accounts and/or any applicable brokerage account trade confirmation statements for a full disclosure of the applicable charges, fees and expenses. Your Financial Advisor will provide those documents to you upon request.

Net Contributions/Withdrawals: The net value of cash and securities contributed to or withdrawn from the account(s) during the reporting period. Net contributions and withdrawals may include advisory fees for advisory accounts.

Annualized Standard Deviation: A statistical calculation that measures the volatility of returns over time; the larger the standard deviation, the greater the volatility.

Performance ineligible assets: Performance returns are not calculated for certain assets because accurate valuations and transaction data for these assets are not processed or maintained by us. Common examples of these include life insurance, some annuities and some assets held externally.

Accrued Interest: The interest earned but not yet received at both the beginning and end of each reporting period.

Adjusted Cost: A bond's original cost less amortization of any premium or plus the accretion of any discount. For zero coupon bonds it is the cost basis plus accreted interest.

APY: The Annual Percentage Yield ("APY") for deposits represents the applicable rate in effect for your deposits at the period ending date. This APY may be different than the APY that was in effect during the statement period. For current Bank Deposit or Money Market Fund yields, go to http://www.morganstanleyindividual.com/AccountOptions/ActiveAssets/InvestmentFeatures

Call Date: The date on which a bond or preferred stock can be redeemed by the issuer before maturity.

Call Price: The price at which a bond or a preferred stock can be redeemed by the issuer before maturity.

Coupon Rate: The interest rate stated on a bond when it is issued. The coupon is typically paid semiannually.

Current Yield: The indicated Estimated Annual Income divided by the Market Value/Current Cost.

Duration: The approximate percentage change in a bond's price for a 100 basis points change in yield.

Gross Accumulated Value ($): Gross Accumulated Value is the most current market value provided by carriers of the Annuity or Life insurance product.

Net Invested Premium($): Net Invested Premium is the total amount invested and minus the total amount withdrawn. The total amount invested includes the initial investment and any future contributions.

Consulting Group Investment Advisor Research (CG IAR): Consulting Group Investment Advisor Research (CG IAR) reviews certain investment products in the Consulting and Evaluation Services, Fiduciary Services, Select UMA, TRAK Fund Solution, Institutional Consulting Group and Fiduciary Asset Management programs. CG IAR statuses for these products are:
Focus (FL): Investment products on the Focus List have been subject to an in-depth review and possess CG IAR's highest level of confidence.
Approved (AL): Investment products on the Approved List have typically been subject to a less rigorous review process and have been approved for recommendation to investors.
Not Approved (NL): Investment products that were previously on the Focus List or Approved List but are no longer on either of those lists. CG IAR no longer covers these products.

Morgan Stanley Research Ratings: Morgan Stanley uses a relative rating system using terms such as Overweight, Equal-weight, Not-Rated, or Underweight (see definition below). Morgan Stanley does not assign ratings of Buy, Hold or Sell to the stocks we cover. Overweight, Equal-weight, Not-Rated and Underweight are not the equivalent of buy, hold and sell. Investors should carefully read the definitions of all ratings used in Morgan Stanley Research. In addition, since Morgan Stanley Research contains more complete information concerning the analyst's view, investors should carefully read Morgan Stanley Research, in its entirety, and not infer the contents from the ratings alone. In any case, ratings (or research) should not be used or relied upon as investment advice. An investor's decision to buy or sell a stock should depend on individual circumstances (such as the investor's existing holdings) and other considerations.
Overweight (OVWEIGHT): The stock's total return is expected to exceed the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Equal-weight (EQWEIGHT): The stock's total return is expected to be in line with the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Underweight (UNWEIGHT): The stock's total return is expected to be below the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Not-Rated (NR): Currently, the analyst does not have adequate conviction about the stock's total return relative to the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Not Available (NAV): Indicates that the ratings for this company are not available because of a Morgan Stanley policy.
Discontinued Coverage (DC)

Moody's Investor Service and Standard & Poor's Credit Ratings: The credit ratings from Moody's Investors Service and Standard & Poor's may be shown for certain securities. All credit ratings represent the "opinions" of the provider and are not representations or guarantees of performance. Your Financial Advisor will be pleased to provide you with further information or assistance in interpreting these credit ratings.

STANDARD & POOR'S Equity Research Ratings: For ease of comparison, Morgan Stanley Wealth Management has normalized Standard & Poor's proprietary research ratings to a 1 (Buy), 2 (Hold), and 3 (Sell), which differs from Standard & Poor's rating system. Please refer to a Standard & Poor's research report for a complete description of Standard & Poor's rating system and Standard & Poor's actual proprietary rating on any covered company. Standard & Poor's ratings are described below:
1 / 5-STARS (Strong Buy): Total return is expected to outperform the total return of a relevant benchmark, by a wide margin over the coming 12 months, with shares rising in

price on an absolute basis
1 / 4-STARS (Buy): Total return is expected to outperform the total return of a relevant benchmark over the coming 12 months, with shares rising in price on an absolute basis
2 / 3-STARS (Hold): Total return is expected to closely approximate the total return of a relevant benchmark over the coming 12 months, with shares generally rising in price on an absolute basis
3 / 2-STARS (Sell): Total return is expected to underperform the total return of a relevant benchmark over the coming 12 months, and the share price not anticipated to show a gain
3 / 1-STARS (Strong Sell): Total return is expected to underperform the total return of a relevant benchmark by a wide margin over the coming 12 months, with shares falling in price on an absolute basis
Relevant benchmarks: In North America the relevant benchmark is the S&P 500 Index, in Europe and in Asia, the relevant benchmarks are generally the S&P Europe 350 Index and the S&P Asia 50 Index.

Not Rated: Not Rated is assigned to an unrated issuer, obligation and/or program and can also include mutual funds and ETFs.

Investment Earnings: A combination of the income received and total portfolio value increase or decrease, excluding net contributions and withdrawals, over the reporting period.

BENCHMARK DEFINITIONS

BC Gov 1-3 Yr: The Barclays 1-3 Year Government Bond Index is composed of government bonds with maturities between one and three years.

BC Gov/Cr 1-5 yr: The Government/Credit Index includes securities in the Government and Credit Indices. The Government Index includes treasuries (i.e., public obligations of the U.S. Treasury that have remaining maturities of more than one year) and agencies (i.e., publicly issued debt of U.S. Government agencies, quasi-federal corporations, and corporate or foreign debt guaranteed by the U.S. Government). The Credit Index includes publicly issued U.S. corporate and foreign debentures and secured notes that meet specified maturity, liquidity, and quality requirements. This index is the 1-5 Yr component of the U.S. Government/Credit index.

Citi CD 6 Month: The Citigroup Certificate-of-Deposit indexes measure the monthly return equivalents of yield averages that are not marked to market. The CD rate is a rotating sample (collected by the New York Federal Reserve Bank) of five banks and dealers surveyed daily about secondary-market dealer offer rates for jumbo certificates of deposit. Returns for these indexes are calculated on a monthly basis only.

Morgan Stanley

CLIENT STATEMENT | For the Period April 1-30, 2015

STATEMENT FOR:
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

TOTAL VALUE OF YOUR ACCOUNT (as of 4/30/15) **$15,925,228.60**
Includes Accrued Interest

Morgan Stanley Smith Barney LLC. Member SIPC.

Your Financial Advisor
Cary Allison
Senior Vice President
Cary.Allison@morganstanley.com
916 797-7742

Your Branch
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661
Telephone: 916-797-7700 ; Alt. Phone: 888-335-6370 ; Fax: 916-797-7750

00210/ MSADD461

#BWNJGWM
00002107 02 AT 0.403 02 TR 00011 MSADD461 000000
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

Client Service Center (24 Hours a Day; 7 Days a Week): 800-869-3326

Access Your Account Online: www.morganstanley.com/online

Standard Disclosures

The following Disclosures are applicable to the enclosed statement(s). Expanded Disclosures are attached to your most recent June and December statement (or your first Statement if you have not received a statement for those months). The Expanded Disclosures are also available by selecting Account Documents when you log on to www.morganstanley.com/online or, call 800-869-3326.

Questions?

Questions regarding your account may be directed to your Financial Advisor or the Branch Manager for the branch office where you maintain your account. If you require further assistance, call Client Service Center at (800) 869-3326 or for account-related concerns call our Client Advocate at (866) 227-2256.

Errors and Inquiries

It is your responsibility to review your statement promptly and to seek immediate clarification about entries that you do not understand or believe were made in error by contacting the Branch Manager of the office where you maintain your account. Oral communications regarding any inaccuracy or discrepancy in this statement should be re-confirmed in writing to further protect your rights, including rights under the Securities Investor Protection Act (SIPA). Your statement will be deemed correct unless we receive a written inquiry of a suspected error. See your account documentation for special rules regarding your rights and responsibilities with respect to erroneous electronic fund transfers, including a description of the transfers covered.

Availability of Free Credit Balances and Financial Statements

Under the customer protection rules of the SEC [17 CFR §240.15c3-3], we may use funds comprising free credit balances carried for customer accounts here, provided that these funds are payable to customers on demand (i.e., are free of a lien or right of set-off in our favor or on behalf of some third party to whom you have given control). A financial statement of this organization is available for your personal inspection at its offices, or a copy will be mailed to you upon your written request.

Listed Options

Information with respect to commissions and other charges related to the execution of options transactions has been included in confirmations of such transactions previously furnished to you and such information will be made available to you promptly at your request. Promptly advise us of any material change in your investment objectives or financial situation.

Important Information if you are a Margin Customer(not available for certain retirement accounts)

If you have margin privileges, you may borrow money from us in exchange for pledging assets in your accounts as collateral for any outstanding margin loan. The amount you may borrow is based on the value of the eligible securities in your margin accounts. If a security has eligible shares, the number of shares pledged as collateral will be indicated below the position.

Margin Interest Charges

We calculate interest charges on margin loans as follows: (1) multiply the applicable margin interest rate by the daily close of business net settled debit balance, and (2) divide by 360 (days). Margin interest accrues daily throughout the month and is added to your debit balance at month-end. The month-end interest charge is the sum of the daily accrued interest calculations for the month. We add the accrued interest to your debit balance and start a new calculation each time the applicable interest rate changes and at the close of every statement month. For current margin loan interest rates, go to www.morganstanley.com/online/MIRates.

Information regarding Special Memorandum Account

If you have a Margin Account, this is a combined statement of your Margin Account and Special Memorandum Account maintained for you under Section 220.5 of Regulation T issued by the Board of Governors of the Federal Reserve System. The permanent record of the Special Memorandum Account as required by Regulation T is available for your inspection at your request.

Important Information About Auction Rate Securities

Due to market conditions, certain Auction Rate Securities experience no or limited liquidity. Therefore, the price(s) for any Auction Rate Securities shown on this statement may not reflect the price(s) you would receive upon a sale at auction or in a secondary market transaction, and are not an indication of any offer to purchase at such price.

Structured Products

Structured Products are complex products and may be subject to special risks. Investors should consider the concentration risk of owning the related security and their total exposure to any underlying asset. Structured Products may not perform in a manner consistent with the statement product category in which they appear and therefore may not satisfy portfolio asset allocation needs for that category.

Security Measures

This statement features several embedded security elements to safeguard its authenticity. One is a unique security mark-a blue rectangle printed in heat-sensitive ink on the back of every page. When exposed to warmth, the blue rectangle will disappear, and then reappear.

SIPC Protection

We are a member of Securities Investor Protection Corporation (SIPC), which protects securities of its customers up to $500,000 (including $250,000 for claims for cash). An explanatory brochure is available upon request or at www.sipc.org. Losses due to market fluctuation are not protected by SIPC and assets not held with us may not be covered by SIPC protection. To obtain information about SIPC, including an explanatory SIPC brochure, contact SIPC at 1-202-371-8300 or visit www.sipc.org.

Transaction Dates and Conditions

Upon written request, we will furnish the date and time of a transaction and the name of the other party to a transaction. We and/or our affiliates may accept benefits that constitute payment for order flow. Details regarding these benefits and the source and amount of any other remuneration received or to be received by us in connection with any transaction will be furnished upon written request.

Equity Research Ratings Definitions and Global Investment Manager Analysis Status

Some equity securities may have research ratings from Morgan Stanley & Co. LLC or Standard & Poor's. Research ratings are the research providers' opinions and not representations or guarantees of performance. For more information about each research provider's rating system, see the Research Ratings on your most recent June or December statement (or your first statement if you have not received a statement for those months), go to www.morganstanley.com/online or refer to the research provider's research report. Research reports contain more complete information concerning the analyst's views and you should read the entire research report and not infer its contents from the rating alone. If your account contains an advisory component or is an advisory account, a GIMA status will apply.

Credit Ratings from Moody's Investors Service and Standard & Poor's

The credit rating from Moody's Investors Service and Standard & Poor's may be shown for certain securities. All credit ratings represent the opinions of the provider and are not representations or guarantees of performance. Your Financial Advisor will be pleased to provide you with further information or assistance in interpreting these credit ratings.

Revised 01/2015

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

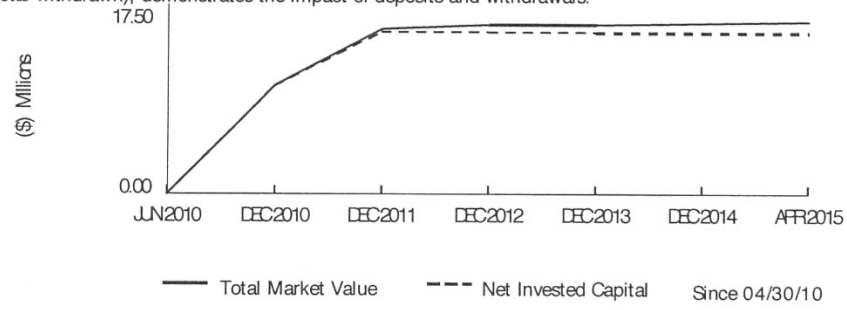
CHANGE IN VALUE OF YOUR ACCOUNTS (includes accrued interest)

	This Period (4/1/15-4/30/15)	This Year (1/1/15-4/30/15)
TOTAL BEGINNING VALUE	**$15,924,888.67**	**$15,789,357.74**
Credits	—	—
Debits	(9,525.92)	(18,913.61)
Security Transfers	—	—
Net Credits/Debits/Transfers	**$(9,525.92)**	**$(18,913.61)**
Change in Value	**9,865.85**	**154,784.47**
TOTAL ENDING VALUE	**$15,925,228.60**	**$15,925,228.60**

Net Credits / Debits include investment advisory fees as applicable. See Activity section for details.

CHANGE IN VALUE OVER TIME

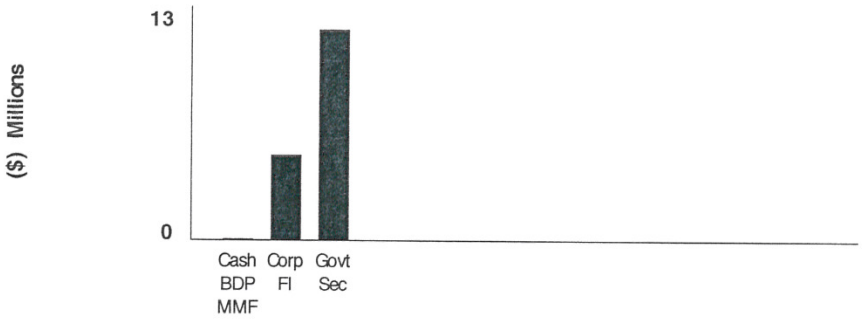
The display of market value (total account value) and net invested capital (total amount invested minus total withdrawn), demonstrates the impact of deposits and withdrawals.



This graph does not reflect corrections to Net Invested Capital or Market Value made subsequent to the dates depicted. It may exclude transactions in Annuities or positions where we are not the custodian, which could delay the reporting of Market Value or affect the Net Invested Capital.

215

ALLOCATION OF HOLDINGS



	Market Value	Percentage %
Cash, BDP, MMFs*	$81,054.75	0.5
Cash, BDP, MMFs (Debit)	(412.90)	0.0
Corporate Fixed Income^	4,572,628.19	28.7
Government Securities^	11,271,958.56	70.8
TOTAL VALUE^	**$15,925,228.60**	**100.0%**

*This allocation represents holdings on a trade date basis, and projected settled Cash/ BDP and MMF balances. These classifications are not intended to serve as a suitability analysis. * FDIC rules apply and Bank Deposits are eligible for FDIC insurance but are not covered by SIPC. Cash and securities (including MMFs) are eligible for SIPC coverage. See Expanded Disclosures. ^ Includes Estimated Accrued Interest.*

00210/ MSAUU461

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

BALANCE SHEET (^ includes accrued interest)

	Last Period (as of 3/31/15)	This Period (as of 4/30/15)
Cash, BDP, MMFs	$96,046.94	$81,054.75
Corporate Fixed Income^	4,555,756.69	4,572,628.19
Government Securities^	11,273,085.04	11,271,958.56
Total Assets	**$15,924,888.67**	**$15,925,641.50**
Cash, BDP, MMFs (Debit)	—	(412.90)
Total Liabilities (outstanding balance)	**—**	**$(412.90)**
TOTAL VALUE	**$15,924,888.67**	**$15,925,228.60**

CASH FLOW

	This Period (4/1/15-4/30/15)	This Year (1/1/15-4/30/15)
OPENING CASH, BDP, MMFs	**$96,046.94**	**$73,602.83**
Purchases	(317,349.07)	(1,898,881.36)
Sales and Redemptions	298,788.61	1,831,535.15
Income and Distributions	12,681.29	93,298.84
Total Investment Related Activity	**$(5,879.17)**	**$25,952.63**
Other Debits	(9,525.92)	(18,913.61)
Total Cash Related Activity	**$(9,525.92)**	**$(18,913.61)**
Total Card/Check Activity	**—**	**—**
CLOSING CASH, BDP, MMFs	**$80,641.85**	**$80,641.85**

INCOME AND DISTRIBUTION SUMMARY

	This Period (4/1/15-4/30/15)	This Year (1/1/15-4/30/15)
Interest	$12,681.29	$93,298.84
Total Taxable Income And Distributions	**$12,681.29**	**$93,298.84**
Total Tax-Exempt Income	**—**	**—**
TOTAL INCOME AND DISTRIBUTIONS	**$12,681.29**	**$93,298.84**

Taxable and tax exempt income classifications are based on the characteristics of the underlying securities and not the taxable status of the account.

GAIN/(LOSS) SUMMARY

	Realized This Period (4/1/15-4/30/15)	Realized This Year (1/1/15-4/30/15)	Unrealized Inception to Date (as of 4/30/15)
Short-Term Gain	—	—	$44,547.28
Short-Term (Loss)	—	(98.09)	(1,721.33)
Total Short-Term	**—**	**$(98.09)**	**$42,825.95**
Long-Term Gain	1,327.94	4,378.82	61,294.80
Long-Term (Loss)	—	—	(3,565.43)
Total Long-Term	**$1,327.94**	**$4,378.82**	**$57,729.37**
TOTAL GAIN/(LOSS)	**$1,327.94**	**$4,280.73**	**$100,555.32**

The Gain/(Loss) Summary, which may change due to basis adjustments, is provided for informational purposes and should not be used for tax preparation. Refer to Gain/(Loss) in the Expanded Disclosures.

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ADDITIONAL ACCOUNT INFORMATION

Category	This Period (4/1/15-4/30/15)	This Year (1/1/15-4/30/15)
Accrued Interest Paid	$1,834.17	$7,530.95
U.S. Treasury Coupon Interest	2,700.00	24,048.75

Category	This Period (4/1/15-4/30/15)	This Year (1/1/15-4/30/15)
Accrued Interest Received	857.11	15,769.22

00210/ MSADJ0461

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Investment Objectives†: Capital Appreciation, Income

Investment Advisory Account
Manager: LEGG MASON/CLEARBRIDGE

† Inform us if your investment objectives, as defined in the Expanded Disclosures, change.

HOLDINGS

This section reflects positions purchased/sold on a trade date basis. "Market Value" and "Unrealized Gain/(Loss)" may not reflect the value that could be obtained in the market. Fixed Income securities are sorted by maturity or pre-refunding date, and alphabetically within date. Estimated Annual Income a) is calculated on a pre-tax basis, b) does not include any reduction for applicable non-US withholding taxes, c) may include return of principal or capital gains which could overstate such estimates, and d) for securities that have a defined maturity date within the next 12 months, is reflected only through maturity date. Actual income or yield may be lower or higher than the estimates. Current yield reflects the income generated by an investment, and does not reflect changes in its price. Structured products, identified in the Security Description column, appear in various statement product categories. When displayed, accrued interest, annual income and current yield for structured products with a contingent income feature (such as Range Accrual Notes or contingent Income Notes) are estimates and assume specified accrual conditions are met during the relevant period and payment in full of all contingent interest. For Floating Rate Securities, the accrued interest, annual income and current yield are estimates based on the current floating coupon rate and may not reflect historic rates within the accrual period.

CASH, BANK DEPOSIT PROGRAM AND MONEY MARKET FUNDS

Cash, Bank Deposit Program, and Money Market Funds are generally displayed on a settlement date basis. You have the right to instruct us to liquidate your bank deposit balance(s) or shares of any money market fund balance(s) at any time and have the proceeds of such liquidation remitted to you. Estimated Annual Income, Accrued Interest, and APY% will only be displayed for fully settled positions.

Description	Value	Estimated Annual Income	7-Day Current Yield %	Annual Percentage Yield %
CASH	$(412.90)			
MORGAN STANLEY BANK N.A. #	81,054.75	16.00	—	0.020

	Percentage of Assets %	Market Value	Estimated Annual Income / Accrued Interest
CASH, BDP, AND MMFs	0.5%	$80,641.85	$16.00
			$0.00
TOTAL CASH, BDP, MMFS		$81,054.75	
TOTAL CASH, BDP, MMFS (DEBIT)		$(412.90)	

Bank Deposits are held at either: (1) Morgan Stanley Bank, N.A., and/or Morgan Stanley Private Bank, National Association, affiliates of Morgan Stanley Smith Barney LLC, or (2) Citibank, N.A., each a national bank and FDIC member.

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CORPORATE FIXED INCOME

CORPORATE BONDS

Security Description	Trade Date	Face Value	Orig. Unit Cost / Adj. Unit Cost	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Interest	Current Yield %
OCCIDENTAL PETROLEUM CORP	5/22/13	74,000.000	$104.868	$77,602.32			$1,850.00	2.46
CUSIP 674599BZ7			$101.373	$75,016.07	**$75,004.18**	$(11.89) LT	$457.36	
Unit Price: $101.357; Coupon Rate 2.500%; Matures 02/01/2016; Int. Semi-Annually Feb/Aug 01; Yield to Maturity .689%; Moody A2 S&P A; Issued 12/16/10								
GLAXOSMITHKLINE CAP INC	5/21/13	156,000.000	100.092	156,143.52			1,092.00	0.69
CUSIP 377372AG2			100.029	156,045.14	**156,318.24**	273.10 LT	127.40	
Unit Price: $100.204; Coupon Rate 0.700%; Matures 03/18/2016; Int. Semi-Annually Mar/Sep 18; Moody A2 S&P A+ ; Issued 03/18/13								
METLIFE INC	5/13/14	136,000.000	111.975	152,286.00			9,180.00	6.35
CUSIP 59156RAU2			106.378	144,674.10	**144,502.72**	(171.38) ST	3,799.50	
Unit Price: $106.252; Coupon Rate 6.750%; Matures 06/01/2016; Int. Semi-Annually Jun/Dec 01; Yield to Maturity .949%; Moody A3 S&P A-; Issued 05/29/09								
COMCAST CORP	2/13/13	135,000.000	112.549	151,941.15			6,683.00	4.72
CUSIP 20030NAG6			104.289	140,789.56	**141,480.00**	690.44 LT	2,505.93	
Unit Price: $104.800; Coupon Rate 4.950%; Matures 06/15/2016; Int. Semi-Annually Jun/Dec 15; Yield to Maturity .660%; Moody A3 S&P A-; Issued 06/09/05								
BERKSHIRE HATHAWAY INC	5/15/13	150,000.000	104.735	157,102.50			3,300.00	2.15
CUSIP 084670BB3			101.899	152,847.86	**153,024.00**	176.14 LT	687.49	
Unit Price: $102.016; Coupon Rate 2.200%; Matures 08/15/2016; Int. Semi-Annually Feb/Aug 15; Yield to Maturity .630%; Moody AA2 S&P AA; Issued 08/15/11								
PNC FUNDING CORP	2/3/15	150,000.000	102.817	154,225.50			4,050.00	2.63
CUSIP 693476BM4			102.408	153,612.41	**153,514.50**	(97.91) ST	461.25	
Unit Price: $102.343; Coupon Rate 2.700%; Matures 09/19/2016; Int. Semi-Annually Mar/Sep 19; Callable $100.00 on 08/19/16; Yield to Call .887%; Moody A3 S&P A-; Issued 09/19/11								
RIO TINTO FINANCE (USA) LIMITED	12/3/13	152,000.000	103.035	156,613.20			3,420.00	2.21
CUSIP 767201AP1			101.520	154,310.41	**154,591.60**	281.19 LT	379.99	
Unit Price: $101.705; Coupon Rate 2.250%; Matures 09/20/2016; Int. Semi-Annually Mar/Sep 20; Yield to Maturity 1.010%; Moody A3 S&P A- (-); Issued 09/19/11								
US BANCORP	5/22/13	150,000.000	104.520	156,780.00			3,300.00	2.15
CUSIP 91159HHB9			102.025	153,037.16	**153,172.50**	135.34 LT	1,512.49	
Unit Price: $102.115; Coupon Rate 2.200%; Matures 11/15/2016; Int. Semi-Annually May/Nov 15; Callable $100.00 on 10/14/16; Yield to Call .736%; Moody A1 S&P A+ ; Issued 11/03/11								
BHP BILLITON FIN USA LTD	2/13/12	152,000.000	102.530	155,845.60			2,850.00	1.84
CUSIP 055451AK4			100.844	153,282.16	**154,366.64**	1,084.48 LT	1,258.75	
Unit Price: $101.557; Coupon Rate 1.875%; Matures 11/21/2016; Int. Semi-Annually May/Nov 21; Yield to Maturity .867%; Moody A1 S&P A+ (-); Issued 11/21/11								
BANK OF NOVA SCOTIA	12/17/13	155,000.000	100.149	155,230.95			1,705.00	1.09
CUSIP 064159DA1			100.081	155,126.13	**155,458.80**	332.67 LT	648.84	
Unit Price: $100.296; Coupon Rate 1.100%; Matures 12/13/2016; Int. Semi-Annually Jun/Dec 13; Yield to Maturity .915%; Moody AA2 S&P A+ ; Issued 12/13/13								
DUKE ENERGY CAROLINAS	4/8/14	152,000.000	102.434	155,699.68			2,660.00	1.72
CUSIP 26442CAL8			101.481	154,250.61	**154,336.24**	85.63 LT	997.50	
Unit Price: $101.537; Coupon Rate 1.750%; Matures 12/15/2016; Int. Semi-Annually Jun/Dec 15; Yield to Maturity .796%; Moody AA2 S&P A; Issued 12/08/11								
BB&T CORPORATION	5/10/12	151,000.000	101.652	153,494.52			3,247.00	2.11
CUSIP 05531FAK9			100.661	151,997.88	**153,737.63**	1,739.75 LT	342.68	
Unit Price: $101.813; Coupon Rate 2.150%; Matures 03/22/2017; Int. Semi-Annually Mar/Sep 22; Callable $100.00 on 02/22/17; Yield to Call 1.135%; Moody A2 (-) S&P A-; Issued 03/22/12								

00210/ MSAUU461

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Trade Date	Face Value	Orig. Unit Cost / Adj. Unit Cost	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Interest	Current Yield %
GENERAL ELECTRIC CAPITAL CORP CUSIP 36962G5W0	10/16/12	150,000.000	103.739 101.674	155,608.50 152,511.52	**153,934.50**	1,422.98 LT	3,450.00 28.74	2.24
Unit Price: $102.623; Coupon Rate 2.300%; Matures 04/27/2017; Int. Semi-Annually Apr/Oct 27; Yield to Maturity .967%; Moody A1 S&P AA+ ; Issued 04/27/12								
UNITED TECHNOLOGIES CORP CUSIP 913017BU2	5/22/13	151,000.000	102.904 101.525	155,385.04 153,302.05	**153,852.39**	550.34 LT	2,718.00 1,124.95	1.76
Unit Price: $101.889; Coupon Rate 1.800%; Matures 06/01/2017; Int. Semi-Annually Jun/Dec 01; Yield to Maturity .884%; Moody A2 S&P A; Issued 06/01/12								
ANHEUSER-BUSCH INBEV WOR CUSIP 03523TBN7	2/26/14	156,000.000	100.622 100.410	156,970.32 156,639.87	**157,188.72**	548.85 LT	2,145.00 625.62	1.36
Unit Price: $100.762; Coupon Rate 1.375%; Matures 07/15/2017; Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.025%; Moody A2 S&P A; Issued 07/16/12								
MERRILL LYNCH & CO CUSIP 59018YJ69	8/6/13	132,000.000	114.839 108.683	151,587.48 143,461.12	**145,797.96**	2,336.84 LT	8,448.00 1,408.00	5.79
Unit Price: $110.453; Coupon Rate 6.400%; Matures 08/28/2017; Int. Semi-Annually Feb/Aug 28; Yield to Maturity 1.794%; Moody BAA2 (+) S&P A-; Issued 08/28/07								
UNITEDHEALTH GROUP INC CUSIP 91324PBY7	5/16/13	155,000.000	100.941 100.531	156,458.55 155,823.20	**156,426.00**	602.80 LT	2,170.00 90.41	1.38
Unit Price: $100.920; Coupon Rate 1.400%; Matures 10/15/2017; Int. Semi-Annually Apr/Oct 15; Yield to Maturity 1.020%; Moody A3 S&P A+ ; Issued 10/22/12								
MICROSOFT CORP CUSIP 594918AP9	12/19/13	159,000.000	98.749 98.749	157,010.91 157,010.91	**158,829.87**	1,818.96 LT	1,391.00 637.65	0.87
Unit Price: $99.893; Coupon Rate 0.875%; Matures 11/15/2017; Int. Semi-Annually May/Nov 15; Yield to Maturity .918%; Moody AAA S&P AAA; Issued 11/07/12								
WELLS FARGO CO CUSIP 949746NX5	1/8/13	130,000.000	119.417 110.489	155,242.10 143,635.68	**143,874.90**	239.22 LT	7,313.00 2,823.43	5.08
Unit Price: $110.673; Coupon Rate 5.625%; Matures 12/11/2017; Int. Semi-Annually Jun/Dec 11; Yield to Maturity 1.449%; Moody A2 S&P A+ ; Issued 12/10/07								
JP MORGAN CHASE & CO CUSIP 46625HJF8	2/6/14	155,000.000	101.107 100.770	156,715.85 156,193.00	**156,508.15**	315.15 LT	1,824.00 25.33	1.16
Unit Price: $100.973; Coupon Rate 1.177%; Matures 01/25/2018; Interest Paid Quarterly Apr 25; Yield to Maturity .817%; Floater; Moody A3 S&P A; Issued 01/25/13								
GOLDMAN SACHS GROUP INC CUSIP 38141GVK7	11/14/13	155,000.000	100.901 100.613	156,396.55 155,949.43	**157,276.95**	1,327.52 LT	2,255.00 —	1.43
Unit Price: $101.469; Coupon Rate 1.454%; Matures 04/30/2018; Interest Paid Quarterly Jul 30; Yield to Maturity .956%; Floater; Moody BAA1 (+) S&P A-; Issued 04/30/13								
TORONTO-DOMINION BANK CUSIP 89114QAG3	5/16/13	155,000.000	100.281 100.173	155,435.55 155,267.58	**155,164.30**	(103.28) LT	2,170.00 —	1.39
Unit Price: $100.106; Coupon Rate 1.400%; Matures 04/30/2018; Int. Semi-Annually Apr/Oct 30; Yield to Maturity 1.364%; Moody AA1 S&P AA-; Issued 04/30/13								
MERCK & CO INC CUSIP 58933YAG0	3/6/14	158,000.000	98.765 98.765	156,048.70 156,048.70	**158,311.26**	2,262.56 LT	2,054.00 924.30	1.29
Unit Price: $100.197; Coupon Rate 1.300%; Matures 05/18/2018; Int. Semi-Annually May/Nov 18; Yield to Maturity 1.234%; Moody A2 S&P AA; Issued 05/20/13								
SHELL INTERNATIONAL FIN CUSIP 822582AW2	9/16/14	155,000.000	100.768 100.649	156,190.40 156,006.69	**157,743.50**	1,736.81 ST	2,945.00 654.44	1.86
Unit Price: $101.770; Coupon Rate 1.900%; Matures 08/10/2018; Int. Semi-Annually Feb/Aug 10; Yield to Maturity 1.346%; Moody AA1 S&P AA (-); Issued 08/12/13								

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Trade Date	Face Value	Orig. Unit Cost / Adj. Unit Cost	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Interest	Current Yield %
ORACLE CORP	9/4/14	154,000.000	101.721	156,650.34			3,658.00	2.31
CUSIP 68389XAQ8			101.475	156,271.14	**157,802.26**	1,531.12 ST	1,066.77	
Unit Price: $102.469; Coupon Rate 2.375%; Matures 01/15/2019; Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.685%; Moody A1						*S&P AA-; Issued 07/16/13*		
BNP PARIBAS	4/2/14	156,000.000	100.078	156,121.68			3,822.00	2.40
CUSIP 05574LXH6			100.062	156,096.63	**159,151.20**	3,054.57 LT	456.51	
Unit Price: $102.020; Coupon Rate 2.450%; Matures 03/17/2019; Int. Semi-Annually Mar/Sep 17; Yield to Maturity 1.907%; Moody A1						*S&P A+ ; Issued 03/17/14*		
HOME DEPOT INC	4/22/15	155,000.000	101.996	158,093.80			3,100.00	1.96
CUSIP 437076BE1			101.991	158,085.71	**157,514.10**	(571.61) ST	1,162.50	
Unit Price: $101.622; Coupon Rate 2.000%; Matures 06/15/2019; Int. Semi-Annually Jun/Dec 15; Callable $100.00 on 05/15/19; Yield to Call 1.584%; Moody A2						*S&P A; Issued 06/12/14*		
AMERICAN EXPRESS CREDIT	4/22/15	155,000.000	101.562	157,421.10			3,488.00	2.22
CUSIP 0258M0DP1			101.558	157,415.06	**156,943.70**	(471.36) ST	726.56	
Unit Price: $101.254; Coupon Rate 2.250%; Matures 08/15/2019; Int. Semi-Annually Feb/Aug 15; Yield to Maturity 1.944%; Moody A2						*S&P A-; Issued 08/15/14*		
PROCTER & GAMBLE CO/THE	1/22/15	149,000.000	101.461	151,176.89			2,831.00	1.87
CUSIP 742718EG0			101.384	151,061.48	**150,652.41**	(409.07) ST	1,391.90	
Unit Price: $101.109; Coupon Rate 1.900%; Matures 11/01/2019; Int. Semi-Annually May/Nov 01; Yield to Maturity 1.644%; First Coupon 05/01/15; Moody AA3						*S&P AA-; Issued 11/03/14*		
APPLE INC	3/9/15	161,000.000	98.318	158,291.98			2,496.00	1.56
CUSIP 037833AX8			98.318	158,291.98	**159,261.20**	969.22 ST	561.48	
Unit Price: $98.920; Coupon Rate 1.550%; Matures 02/07/2020; Int. Semi-Annually Feb/Aug 09; Yield to Maturity 1.787%; First Coupon 08/09/15; Moody AA1						*S&P AA+ ; Issued 02/09/15*		

	Face Value Percentage of Assets %	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Interest	Current Yield %
CORPORATE FIXED INCOME	**4,454,000.000**	**$4,589,770.68**			**$101,615.00**	**2.23%**
		$4,524,061.24	**$4,545,740.42**	**$19,163.36 LT**	**$26,887.77**	
				$2,515.82 ST		
TOTAL CORPORATE FIXED INCOME (incl.accr.int.)	**28.7%**		**$4,572,628.19**			

Watchlist and CreditWatch Indicators: (*) = developing/uncertain (+) = On Watchlist/CreditWatch Upgrade (-) = On Watchlist/CreditWatch Downgrade

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig. Unit Cost / Adj. Unit Cost	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	5/29/13	9,000.000	$105.379	$9,484.10				
CUSIP 912828KT6			$101.743	$9,156.91	$9,173.70	$16.79 LT		
	8/15/13	375,000.000	104.688	392,578.13				
			101.643	381,162.98	382,237.50	1,074.52 LT		
	Total	384,000.000		402,062.23			9,120.00	2.33
				390,319.89	**391,411.20**	1,091.31 LT	747.54	
Unit Price: $101.930; Coupon Rate 2.375%; Matures 03/31/2016; Int. Semi-Annually Mar/Sep 30; Moody AAA; Issued 03/31/09								
UNITED STATES TREASURY NOTE	11/29/11	355,000.000	100.375	356,331.25				
CUSIP 912828RM4			100.116	355,411.71	357,911.00	2,499.29 LT		
	12/13/11	185,000.000	100.695	186,286.33				
			100.216	185,400.43	186,517.00	1,116.57 LT		
	Total	540,000.000		542,617.58			5,400.00	0.99
				540,812.14	**544,428.00**	3,615.86 LT	—	
Unit Price: $100.820; Coupon Rate 1.000%; Matures 10/31/2016; Int. Semi-Annually Apr/Oct 30; Moody AAA; Issued 10/31/11								
UNITED STATES TREASURY NOTE	7/16/14	744,000.000	105.172	782,478.94			20,460.00	2.63
CUSIP 912828NG1			103.764	772,000.94	**776,899.68**	4,898.74 ST	8,487.52	
Unit Price: $104.422; Coupon Rate 2.750%; Matures 05/31/2017; Int. Semi-Annually May/Nov 30; Yield to Maturity .613%; Moody AAA; Issued 05/31/10								
UNITED STATES TREASURY NOTE	4/23/13	500,000.000	110.059	550,293.00				
CUSIP 912828PY0			105.909	529,545.26	526,095.00	(3,450.26) LT		
	6/20/13	721,000.000	106.984	771,357.52				
			104.261	751,719.45	758,628.99	6,909.54 LT		
	Total	1,221,000.000		1,321,650.52			33,578.00	2.61
				1,281,264.71	**1,284,723.99**	3,459.28 LT	5,565.83	
Unit Price: $105.219; Coupon Rate 2.750%; Matures 02/28/2018; Int. Semi-Annually Feb/Aug 31; Yield to Maturity .877%; Moody AAA; Issued 02/28/11								
UNITED STATES TREASURY NOTE	8/15/13	311,000.000	99.270	308,728.15			4,276.00	1.35
CUSIP 912828VK3			99.270	308,728.15	**314,669.80**	5,941.65 LT	1,417.54	
Unit Price: $101.180; Coupon Rate 1.375%; Matures 06/30/2018; Int. Semi-Annually Jun/Dec 31; Yield to Maturity .995%; Moody AAA; Issued 06/30/13								
UNITED STATES TREASURY NOTE	3/5/15	804,000.000	98.461	791,625.64			10,050.00	1.25
CUSIP 912828H52			98.461	791,625.64	**797,905.68**	6,280.04 ST	2,470.85	
Unit Price: $99.242; Coupon Rate 1.250%; Matures 01/31/2020; Int. Semi-Annually Jan/Jul 31; Yield to Maturity 1.415%; Moody AAA; Issued 01/31/15								
TREASURY SECURITIES		**4,004,000.000**		**$4,149,163.06**			**$82,884.00**	**2.02%**
				$4,084,751.47	**$4,110,038.35**	**$14,108.10 LT**	**$18,689.28**	
						$11,178.78 ST		

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

GOVERNMENT SECURITIES

FEDERAL AGENCIES

Security Description	Trade Date	Face Value	Orig. Unit Cost / Adj. Unit Cost	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / *Accrued Interest*	Current Yield %
FED HOME LN MTG CORP	5/23/13	780,000.000	$104.739	$816,960.30			$15,600.00	1.96
CUSIP 3137EACW7			$101.928	$795,034.90	**$795,576.60**	$541.70 LT	$2,816.66	
Unit Price: $101.997; Coupon Rate 2.000%; Matures 08/25/2016; Int. Semi-Annually Feb/Aug 25; Moody AAA S&P AA+ ; Issued 07/08/11								
FED NATL MTG ASSN	11/8/13	613,000.000	101.457	621,931.41			7,663.00	1.23
CUSIP 3135G0GY3			100.796	617,878.40	**619,454.89**	1,576.49 LT	1,915.62	
Unit Price: $101.053; Coupon Rate 1.250%; Matures 01/30/2017; Int. Semi-Annually Jan/Jul 30; Yield to Maturity .644%; Moody AAA S&P AA+ ; Issued 01/09/12								
FED NATL MTG ASSN	11/4/14	425,000.000	100.799	428,395.75				
CUSIP 3135G0JA2			100.643	427,730.95	429,071.50	1,340.55 ST		
	12/11/14	476,000.000	100.685	479,260.60				
			100.575	478,734.63	480,560.08	1,825.45 ST		
	Total	901,000.000		907,656.35			10,136.00	1.11
				906,465.58	**909,631.58**	3,166.00 ST	84.46	
Unit Price: $100.958; Coupon Rate 1.125%; Matures 04/27/2017; Int. Semi-Annually Apr/Oct 27; Yield to Maturity .640%; Moody AAA S&P AA+ ; Issued 03/01/12								
FED HOME LN MTG CORP	10/26/12	950,000.000	100.513	954,873.50				
CUSIP 3137EADL0			100.254	952,416.39	956,412.50	3,996.11 LT		
	2/7/13	225,000.000	100.617	226,388.25				
			100.324	225,727.97	226,518.75	790.78 LT		
	Total	1,175,000.000		1,181,261.75			11,750.00	0.99
				1,178,144.36	**1,182,931.25**	4,786.89 LT	1,011.80	
Unit Price: $100.675; Coupon Rate 1.000%; Matures 09/29/2017; Int. Semi-Annually Mar/Sep 29; Yield to Maturity .717%; Moody AAA S&P AA+ ; Issued 08/10/12								
FED NATL MTG ASSN	12/4/14	640,000.000	99.163	634,643.20			5,600.00	0.87
CUSIP 3135G0TG8			99.163	634,643.19	**637,907.20**	3,264.01 ST	1,275.55	
Unit Price: $99.673; Coupon Rate 0.875%; Matures 02/08/2018; Int. Semi-Annually Feb/Aug 08; Yield to Maturity .995%; Moody AAA S&P AA+ ; Issued 01/07/13								
FED NATL MTG ASSN	7/25/14	640,000.000	97.996	627,174.40			5,600.00	0.87
CUSIP 3135G0WJ8			97.996	627,174.40	**636,953.60**	9,779.20 ST	2,473.33	
Unit Price: $99.524; Coupon Rate 0.875%; Matures 05/21/2018; Int. Semi-Annually May/Nov 21; Yield to Maturity 1.034%; Moody AAA S&P AA+ ; Issued 04/15/13								
FED NATL MTG ASSN	3/4/14	385,000.000	101.625	391,256.25				
CUSIP 3135G0YM9			101.221	389,702.02	394,705.85	5,003.83 LT		
	2/9/15	314,000.000	102.075	320,515.50				
			101.948	320,116.68	321,915.94	1,799.26 ST		
	Total	699,000.000		711,771.75			13,106.00	1.82
				709,818.70	**716,621.79**	5,003.83 LT	1,529.06	
						1,799.26 ST		
Unit Price: $102.521; Coupon Rate 1.875%; Matures 09/18/2018; Int. Semi-Annually Mar/Sep 18; Yield to Maturity 1.114%; Moody AAA S&P AA+ ; Issued 08/23/13								

002107 MSADD461

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

GOVERNMENT SECURITIES

FEDERAL AGENCIES (CONTINUED)

Security Description	Trade Date	Face Value	Orig. Unit Cost / Adj. Unit Cost	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / *Accrued Interest*	Current Yield %
FED NATL MTG ASSN	3/7/14	705,000.000	99.778	703,434.90			11,456.00	1.60
CUSIP 3135G0YT4			99.778	703,434.90	**715,983.90**	12,549.00 LT	4,868.90	
Unit Price: $101.558; Coupon Rate 1.625%; Matures 11/27/2018; Int. Semi-Annually May/Nov 27; Yield to Maturity 1.179%; Moody AAA S&P AA+ ; Issued 10/01/13								
FED NATL MTG ASSN	6/17/14	581,000.000	100.790	585,589.90				
CUSIP 3135G0ZA4			100.647	584,761.65	593,340.44	8,578.79 ST		
	12/11/14	309,000.000	101.429	313,415.61				
			101.301	313,019.07	315,563.16	2,544.09 ST		
	Total	890,000.000		899,005.51			16,688.00	1.83
				897,780.72	**908,903.60**	11,122.88 ST	3,291.14	
Unit Price: $102.124; Coupon Rate 1.875%; Matures 02/19/2019; Int. Semi-Annually Feb/Aug 19; Yield to Maturity 1.301%; Moody AAA S&P AA+ ; Issued 01/13/14								
FEDERAL AGENCIES		**7,043,000.000**		**$7,103,839.57**			**$97,599.00**	**1.37%**
				$7,070,375.15	**$7,123,964.41**	**$24,457.91 LT**	**$19,266.52**	
						$29,131.35 ST		

	Face Value Percentage of Assets %	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / *Accrued Interest*	Current Yield %
GOVERNMENT SECURITIES	**11,047,000.000**	**$11,253,002.63**			**$180,483.00**	**1.61%**
		$11,155,126.62	**$11,234,002.76**	**$38,566.01 LT**	**$37,955.80**	
				$40,310.13 ST		
TOTAL GOVERNMENT SECURITIES (incl.accr.int.)	**70.8%**		**$11,271,958.56**			

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / *Accrued Interest*	Current Yield %
TOTAL MARKET VALUE	**100.0%**	**$15,679,187.86**	**$15,860,385.03**	**$57,729.37 LT**	**$282,114.00**	**1.77%**
				$42,825.95 ST	**$64,843.57**	
TOTAL VALUE (includes accrued interest)			**$15,925,228.60**			

Unrealized Gain/(Loss) totals only reflect positions that have cost basis and/or market value information available. Cash, MMF, Deposits and positions stating 'Please Provide' are not included.

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ACTIVITY

CASH FLOW ACTIVITY BY DATE

Transaction Date	Settlement Date	Activity Type	Description	Comments		Quantity	Price	Credits/(Debits)
4/15	4/15	Interest Income	UNITEDHEALTH GRP 1400 17OC15	CUSIP: 91324PBY7				$1,085.00
4/15	4/15	Service Fee	2ND QTR ADVISORY FEE					(4,764.36)
4/22	4/27	Sold	AMER EXPRESS CR 2800 16SP19	ACCRUED INTEREST ACTED AS AGENT	857.11	290,000.000	102.7350	298,788.61
4/22	4/27	Bought	HOME DEPOT INC 2000 *19JN15	ACCRUED INTEREST ACTED AS AGENT	1,136.67	155,000.000	101.9960	(159,230.47)
4/22	4/27	Bought	AMERICAN EXPRESS 2250 19AU15	ACCRUED INTEREST ACTED AS AGENT	697.50	155,000.000	101.5620	(158,118.60)
4/25	4/25	Interest Income	JP MORGAN 11561 18JA25	CUSIP: 46625HJF8				452.97
4/27	4/27	Interest Income	FNMA 1125 17AP27	CUSIP: 3135G0JA2				5,068.13
4/27	4/27	Interest Income	GECC 2300 17AP27	CUSIP: 36962G5W0				1,725.00
4/30	4/30	Interest Income	US TSY NOTE 1000 16OC31	CUSIP: 912828RM4				2,700.00
4/30	4/30	Interest Income	TORONTO-DOMINION 1400 18AP30	CUSIP: 89114QAG3				1,085.00
4/30	4/30	Interest Income	GOLDMAN SACHS GRP 1454 18AP30	CUSIP: 38141GVK7				563.66
4/30	4/30	Interest Income	MORGAN STANLEY BANK N.A. (Period 04/01-04/30)					1.53
4/30	4/30	Service Fee	2ND QTR ADVISORY FEE *					(4,761.56)
NET CREDITS/(DEBITS)								**$(15,405.09)**

Purchase and Sale transactions above may have received an average price execution. Details regarding the actual prices are available upon request.

MONEY MARKET FUND (MMF) AND BANK DEPOSIT PROGRAM ACTIVITY

Date	Activity Type	Description	Credits/(Debits)
4/1	Automatic Investment	BANK DEPOSIT PROGRAM	$4,560.00
4/16	Automatic Redemption	BANK DEPOSIT PROGRAM	(3,679.36)
4/27	Automatic Redemption	BANK DEPOSIT PROGRAM	(18,560.46)
4/28	Automatic Investment	BANK DEPOSIT PROGRAM	7,246.10
4/30	Automatic Investment	BANK DEPOSIT PROGRAM	1.53
NET ACTIVITY FOR PERIOD			**$(10,432.19)**

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

REALIZED GAIN/(LOSS) DETAIL

LONG-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
AMER EXPRESS CR 2.800 9-19-16	09/10/12	04/22/15	290,000.000	$297,931.50	$296,603.56	$1,327.94	
Long-Term This Period				**$297,931.50**	**$296,603.56**	**$1,327.94**	
Long-Term Year to Date				**$1,661,620.60**	**$1,657,241.78**	**$4,378.82**	
Net Realized Gain/(Loss) This Period				**$297,931.50**	**$296,603.56**	**$1,327.94**	
Net Realized Gain/(Loss) Year to Date				**$1,815,765.93**	**$1,811,485.20**	**$4,280.73**	

Treasury regulations require that we report on Form 1099-B a) adjusted cost basis on the sale of covered securities acquired on or after 1/1/11 (or the applicable date for the type of security), b) the gain or loss as either long-term or short-term, and c) basis adjustments on covered securities due to wash sales, certain corporate actions and transfers by gift or inheritance. This section may not reflect all the basis adjustments required when filing your tax return. Refer to the Expanded Disclosures.

226

MESSAGES

Important Information About Advisory Accounts
Please notify your Financial Advisor if there have been any changes in your financial situation or investment objectives, or if you wish to impose any reasonable restrictions on the management of your Investment Advisory accounts, or to reasonably modify existing restrictions.
For a copy of the applicable ADV Brochure for Morgan Stanley Smith Barney LLC, or for any Investment Adviser with whom we contract to manage your investment advisory account, please contact your Financial Advisor. These ADV Brochures contain important information about advisory programs.

Morgan Stanley

CLIENT STATEMENT | For the Period May 1-31, 2015

STATEMENT FOR:
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

TOTAL VALUE OF YOUR ACCOUNT (as of 5/31/15) **$15,934,962.18**
Includes Accrued Interest

Morgan Stanley Smith Barney LLC. Member SIPC.

Your Financial Advisor
Cary Allison
Senior Vice President
Cary.Allison@morganstanley.com
916 797-7742

Your Branch
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661
Telephone: 916-797-7700 ; Alt. Phone: 888-335-6370 ; Fax: 916-797-7750

#BWNJGWM
00002578 02 AT 0.413 02 TR 00014 MSADD341 000000
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

Client Service Center (24 Hours a Day; 7 Days a Week): 800-869-3326

Access Your Account Online: www.morganstanley.com/online

Standard Disclosures

The following Disclosures are applicable to the enclosed statement(s). Expanded Disclosures are attached to your most recent June and December statement (or your first Statement if you have not received a statement for those months). The Expanded Disclosures are also available by selecting Account Documents when you log on to www.morganstanley.com/online or, call 800-869-3326.

Questions?

Questions regarding your account may be directed to your Financial Advisor or the Branch Manager for the branch office where you maintain your account. If you require further assistance, call Client Service Center at (800) 869-3326 or for account-related concerns call our Client Advocate at (866) 227-2256.

Errors and Inquiries

It is your responsibility to review your statement promptly and to seek immediate clarification about entries that you do not understand or believe were made in error by contacting the Branch Manager of the office where you maintain your account. Oral communications regarding any inaccuracy or discrepancy in this statement should be re-confirmed in writing to further protect your rights, including rights under the Securities Investor Protection Act (SIPA). Your statement will be deemed correct unless we receive a written inquiry of a suspected error. See your account documentation for special rules regarding your rights and responsibilities with respect to erroneous electronic fund transfers, including a description of the transfers covered.

Availability of Free Credit Balances and Financial Statements

Under the customer protection rules of the SEC [17 CFR §240.15c3-3], we may use funds comprising free credit balances carried for customer accounts here, provided that these funds are payable to customers on demand (i.e., are free of a lien or right of set-off in our favor or on behalf of some third party to whom you have given control). A financial statement of this organization is available for your personal inspection at its offices, or a copy will be mailed to you upon your written request.

Listed Options

Information with respect to commissions and other charges related to the execution of options transactions has been included in confirmations of such transactions previously furnished to you and such information will be made available to you promptly at your request. Promptly advise us of any material change in your investment objectives or financial situation.

Important Information if you are a Margin Customer(not available for certain retirement accounts)

If you have margin privileges, you may borrow money from us in exchange for pledging assets in your accounts as collateral for any outstanding margin loan. The amount you may borrow is based on the value of the eligible securities in your margin accounts. If a security has eligible shares, the number of shares pledged as collateral will be indicated below the position.

Margin Interest Charges

We calculate interest charges on margin loans as follows: (1) multiply the applicable margin interest rate by the daily close of business net settled debit balance, and (2) divide by 360 (days). Margin interest accrues daily throughout the month and is added to your debit balance at month-end. The month-end interest charge is the sum of the daily accrued interest calculations for the month. We add the accrued interest to your debit balance and start a new calculation each time the applicable interest rate changes and at the close of every statement month. For current margin loan interest rates, go to www.morganstanley.com/online/MIRates.

Information regarding Special Memorandum Account

If you have a Margin Account, this is a combined statement of your Margin Account and Special Memorandum Account maintained for you under Section 220.5 of Regulation T issued by the Board of Governors of the Federal Reserve System. The permanent record of the Special Memorandum Account as required by Regulation T is available for your inspection at your request.

Important Information About Auction Rate Securities

Due to market conditions, certain Auction Rate Securities experience no or limited liquidity. Therefore, the price(s) for any Auction Rate Securities shown on this statement may not reflect the price(s) you would receive upon a sale at auction or in a secondary market transaction, and are not an indication of any offer to purchase at such price.

Structured Products

Structured Products are complex products and may be subject to special risks. Investors should consider the concentration risk of owning the related security and their total exposure to any underlying asset. Structured Products may not perform in a manner consistent with the statement product category in which they appear and therefore may not satisfy portfolio asset allocation needs for that category.

Security Measures

This statement features several embedded security elements to safeguard its authenticity. One is a unique security mark-a blue rectangle printed in heat-sensitive ink on the back of every page. When exposed to warmth, the blue rectangle will disappear, and then reappear.

SIPC Protection

We are a member of Securities Investor Protection Corporation (SIPC), which protects securities of its customers up to $500,000 (including $250,000 for claims for cash). An explanatory brochure is available upon request or at www.sipc.org. Losses due to market fluctuation are not protected by SIPC and assets not held with us may not be covered by SIPC protection. To obtain information about SIPC, including an explanatory SIPC brochure, contact SIPC at 1-202-371-8300 or visit www.sipc.org.

Transaction Dates and Conditions

Upon written request, we will furnish the date and time of a transaction and the name of the other party to a transaction. We and/or our affiliates may accept benefits that constitute payment for order flow. Details regarding these benefits and the source and amount of any other remuneration received or to be received by us in connection with any transaction will be furnished upon written request.

Equity Research Ratings Definitions and Global Investment Manager Analysis Status

Some equity securities may have research ratings from Morgan Stanley & Co. LLC or Standard & Poor's. Research ratings are the research providers' opinions and not representations or guarantees of performance. For more information about each research provider's rating system, see the Research Ratings on your most recent June or December statement (or your first statement if you have not received a statement for those months), go to www.morganstanley.com/online or refer to the research provider's research report. Research reports contain more complete information concerning the analyst's views and you should read the entire research report and not infer its contents from the rating alone. If your account contains an advisory component or is an advisory account, a GIMA status will apply.

Credit Ratings from Moody's Investors Service and Standard & Poor's

The credit rating from Moody's Investors Service and Standard & Poor's may be shown for certain securities. All credit ratings represent the opinions of the provider and are not representations or guarantees of performance. Your Financial Advisor will be pleased to provide you with further information or assistance in interpreting these credit ratings.

Revised 01/2015

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

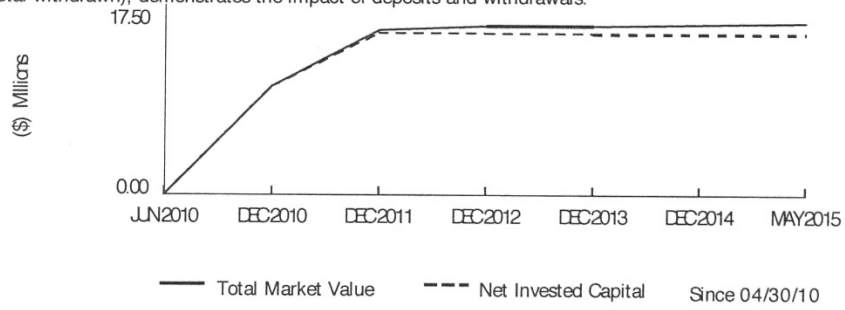
CHANGE IN VALUE OF YOUR ACCOUNTS (includes accrued interest)

	This Period (5/1/15-5/31/15)	This Year (1/1/15-5/31/15)
TOTAL BEGINNING VALUE	**$15,925,228.60**	**$15,789,357.74**
Credits	—	—
Debits	—	(18,913.61)
Security Transfers	—	—
Net Credits/Debits/Transfers	**—**	**$(18,913.61)**
Change in Value	**9,733.58**	**164,518.05**
TOTAL ENDING VALUE	**$15,934,962.18**	**$15,934,962.18**

Net Credits / Debits include investment advisory fees as applicable. See Activity section for details.

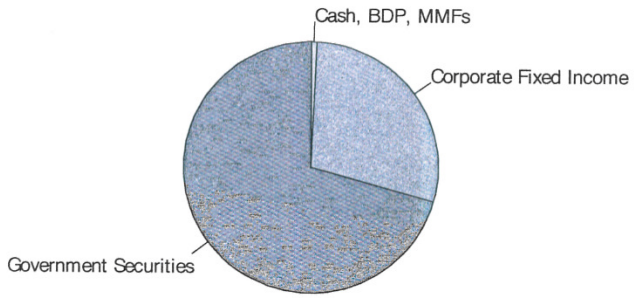
CHANGE IN VALUE OVER TIME

The display of market value (total account value) and net invested capital (total amount invested minus total withdrawn), demonstrates the impact of deposits and withdrawals.



This graph does not reflect corrections to Net Invested Capital or Market Value made subsequent to the dates depicted. It may exclude transactions in Annuities or positions where we are not the custodian, which could delay the reporting of Market Value or affect the Net Invested Capital.

ALLOCATION OF HOLDINGS



	Market Value	Percentage %
Cash, BDP, MMFs*	$105,205.78	0.7
Corporate Fixed Income^	4,568,667.26	28.7
Government Securities^	11,261,089.14	70.7
TOTAL VALUE^	**$15,934,962.18**	**100.0%**

*This allocation represents holdings on a trade date basis, and projected settled Cash/ BDP and MMF balances. These classifications are not intended to serve as a suitability analysis. * FDIC rules apply and Bank Deposits are eligible for FDIC insurance but are not covered by SIPC. Cash and securities (including MMFs) are eligible for SIPC coverage. See Expanded Disclosures. ^ Includes Estimated Accrued Interest.*

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

BALANCE SHEET (^ includes accrued interest)

	Last Period (as of 4/30/15)	This Period (as of 5/31/15)
Cash, BDP, MMFs	$81,054.75	$105,205.78
Corporate Fixed Income^	4,572,628.19	4,568,667.26
Government Securities^	11,271,958.56	11,261,089.14
Total Assets	**$15,925,641.50**	**$15,934,962.18**
Cash, BDP, MMFs (Debit)	(412.90)	—
Total Liabilities (outstanding balance)	**$(412.90)**	**—**
TOTAL VALUE	**$15,925,228.60**	**$15,934,962.18**

CASH FLOW

	This Period (5/1/15-5/31/15)	This Year (1/1/15-5/31/15)
OPENING CASH, BDP, MMFs	**$80,641.85**	**$73,602.83**
Purchases	(636,662.57)	(2,535,543.93)
Sales and Redemptions	639,069.51	2,470,604.66
Income and Distributions	22,156.99	115,455.83
Total Investment Related Activity	**$24,563.93**	**$50,516.56**
Other Debits	—	(18,913.61)
Total Cash Related Activity	**—**	**$(18,913.61)**
Total Card/Check Activity	**—**	**—**
CLOSING CASH, BDP, MMFs	**$105,205.78**	**$105,205.78**

INCOME AND DISTRIBUTION SUMMARY

	This Period (5/1/15-5/31/15)	This Year (1/1/15-5/31/15)
Interest	$22,156.99	$115,455.83
Total Taxable Income And Distributions	**$22,156.99**	**$115,455.83**
Total Tax-Exempt Income	**—**	**—**
TOTAL INCOME AND DISTRIBUTIONS	**$22,156.99**	**$115,455.83**

Taxable and tax exempt income classifications are based on the characteristics of the underlying securities and not the taxable status of the account.

GAIN/(LOSS) SUMMARY

	Realized This Period (5/1/15-5/31/15)	Realized This Year (1/1/15-5/31/15)	Unrealized Inception to Date (as of 5/31/15)
Short-Term Gain	$9,344.00	$9,344.00	$36,072.78
Short-Term (Loss)	—	(98.09)	(2,955.08)
Total Short-Term	**$9,344.00**	**$9,245.91**	**$33,117.70**
Long-Term Gain	—	4,378.82	55,912.00
Long-Term (Loss)	—	—	(3,536.52)
Total Long-Term	**—**	**$4,378.82**	**$52,375.48**
TOTAL GAIN/(LOSS)	**$9,344.00**	**$13,624.73**	**$85,493.18**

The Gain/(Loss) Summary, which may change due to basis adjustments, is provided for informational purposes and should not be used for tax preparation. Refer to Gain/(Loss) in the Expanded Disclosures.

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ADDITIONAL ACCOUNT INFORMATION

Category	This Period (5/1/15-5/31/15)	This Year (1/1/15-5/31/15)
Accrued Interest Paid	$213.67	$7,744.62
U.S. Treasury Coupon Interest	10,230.00	34,278.75

Category	This Period (5/1/15-5/31/15)	This Year (1/1/15-5/31/15)
Accrued Interest Received	2,551.11	18,320.33

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Investment Objectives†: Capital Appreciation, Income

Investment Advisory Account
Manager: LEGG MASON/CLEARBRIDGE

† Inform us if your investment objectives, as defined in the Expanded Disclosures, change.

HOLDINGS

This section reflects positions purchased/sold on a trade date basis. "Market Value" and "Unrealized Gain/(Loss)" may not reflect the value that could be obtained in the market. Fixed Income securities are sorted by maturity or pre-refunding date, and alphabetically within date. Estimated Annual Income a) is calculated on a pre-tax basis, b) does not include any reduction for applicable non-US withholding taxes, c) may include return of principal or capital gains which could overstate such estimates, and d) for securities that have a defined maturity date within the next 12 months, is reflected only through maturity date. Actual income or yield may be lower or higher than the estimates. Current yield reflects the income generated by an investment, and does not reflect changes in its price. Structured products, identified in the Security Description column, appear in various statement product categories. When displayed, accrued interest, annual income and current yield for structured products with a contingent income feature (such as Range Accrual Notes or contingent Income Notes) are estimates and assume specified accrual conditions are met during the relevant period and payment in full of all contingent interest. For Floating Rate Securities, the accrued interest, annual income and current yield are estimates based on the current floating coupon rate and may not reflect historic rates within the accrual period.

CASH, BANK DEPOSIT PROGRAM AND MONEY MARKET FUNDS

Cash, Bank Deposit Program, and Money Market Funds are generally displayed on a settlement date basis. You have the right to instruct us to liquidate your bank deposit balance(s) or shares of any money market fund balance(s) at any time and have the proceeds of such liquidation remitted to you. Estimated Annual Income, Accrued Interest, and APY% will only be displayed for fully settled positions.

Description	Market Value	7-Day Current Yield %	Est Ann Income	APY%
CASH	$10,230.00			
MORGAN STANLEY BANK N.A. #	94,975.78	—	19.00	0.020

	Percentage of Assets	Market Value	Est Ann Income Accrued Interest
CASH, BDP, AND MMFs	0.7%	$105,205.78	$19.00 $0.00

Bank Deposits are held at either: (1) Morgan Stanley Bank, N.A., and/or Morgan Stanley Private Bank, National Association, affiliates of Morgan Stanley Smith Barney LLC, or (2) Citibank, N.A., each a national bank and FDIC member.

CORPORATE FIXED INCOME

CORPORATE BONDS

Security Description	Trade Date	Face Value	Orig Unit Cost Adj Unit Cost	Unit Price	Orig Total Cost Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income Accrued Interest	Current Yield %
OCCIDENTAL PETROLEUM CORP	5/22/13	74,000.000	$104.868	$101.124	$77,602.32			$1,850.00	2.47
CUSIP 674599BZ7			$101.221		$74,903.42	$74,831.76	$(71.66) LT	$616.66	
Coupon Rate 2.500%; Matures 02/01/2016; Int. Semi-Annually Feb/Aug 01; Yield to Maturity .805%; Moody A2 S&P A; Issued 12/16/10									
GLAXOSMITHKLINE CAP INC	5/21/13	156,000.000	100.092	100.206	156,143.52			1,092.00	0.69
CUSIP 377372AG2			100.026		156,040.88	156,321.36	280.48 LT	221.43	
Coupon Rate 0.700%; Matures 03/18/2016; Int. Semi-Annually Mar/Sep 18; Moody A2 S&P A+ ; Issued 03/18/13									

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
METLIFE INC CUSIP 59156RAL2	5/13/14	136,000.000	111.975 105.890	105.851	152,286.00 144,010.65	**143,957.36**	(53.29) LT	9,180.00 4,590.00	6.37
Coupon Rate 6.750%; Matures 06/01/2016; Int. Semi-Annually Jun/Dec 01; Yield to Maturity .861%; Moody A3 S&P A-; Issued 05/29/09									
COMCAST CORP CUSIP 20030NAG6	2/13/13	135,000.000	112.549 103.972	104.409	151,941.15 140,362.77	**140,952.15**	589.38 LT	6,683.00 3,081.37	4.74
Coupon Rate 4.950%; Matures 06/15/2016; Int. Semi-Annually Jun/Dec 15; Yield to Maturity .683%; Moody A3 S&P A-; Issued 06/09/05									
BERKSHIRE HATHAWAY INC CUSIP 084670BE8	5/15/13	150,000.000	104.735 101.776	101.876	157,102.50 152,664.50	**152,814.00**	149.50 LT	3,300.00 971.66	2.15
Coupon Rate 2.200%; Matures 08/15/2016; Int. Semi-Annually Feb/Aug 15; Yield to Maturity .635%; Moody AA2 S&P AA; Issued 08/15/11									
PNC FUNDING CORP CUSIP 693476BM4	2/3/15	150,000.000	102.817 102.264	101.995	154,225.50 153,395.91	**152,992.50**	(403.41) ST	4,050.00 810.00	2.64
Coupon Rate 2.700%; Matures 09/19/2016; Int. Semi-Annually Mar/Sep 19; Callable $100.00 on 08/19/16; Yield to Call 1.045%; Moody A3 S&P A-; Issued 09/19/11									
RIO TINTO FINANCE (USA) LIMITED CUSIP 767201AP1	12/3/13	152,000.000	103.035 101.429	101.605	156,613.20 154,172.37	**154,439.60**	267.23 LT	3,420.00 674.49	2.21
Coupon Rate 2.250%; Matures 09/20/2016; Int. Semi-Annually Mar/Sep 20; Yield to Maturity 1.006%; Moody A3 S&P A-; Issued 09/19/11									
US BANCORP CUSIP 91159HHB9	5/22/13	150,000.000	104.520 101.916	101.980	156,780.00 152,873.71	**152,970.00**	96.29 LT	3,300.00 146.66	2.15
Coupon Rate 2.200%; Matures 11/15/2016; Int. Semi-Annually May/Nov 15; Callable $100.00 on 10/14/16; Yield to Call .744%; Moody A1 S&P A+ ; Issued 11/03/11									
BHP BILLITON FIN USA LTD CUSIP 055451AK4	2/13/12	152,000.000	102.530 100.799	101.516	155,845.60 153,214.19	**154,304.32**	1,090.13 LT	2,850.00 79.16	1.84
Coupon Rate 1.875%; Matures 11/21/2016; Int. Semi-Annually May/Nov 21; Yield to Maturity .837%; Moody A1 S&P A+ ; Issued 11/21/11									
BANK OF NOVA SCOTIA CUSIP 064159DA1	12/17/13	155,000.000	100.149 100.077	100.215	155,230.95 155,119.70	**155,333.25**	213.55 LT	1,705.00 795.66	1.09
Coupon Rate 1.100%; Matures 12/13/2016; Int. Semi-Annually Jun/Dec 13; Yield to Maturity .958%; Moody AA2 S&P A+ ; Issued 12/13/13									
DUKE ENERGY CAROLINAS CUSIP 26442CAL8	4/8/14	152,000.000	102.434 101.405	101.497	155,699.68 154,135.88	**154,275.44**	139.56 LT	2,660.00 1,226.55	1.72
Coupon Rate 1.750%; Matures 12/15/2016; Int. Semi-Annually Jun/Dec 15; Yield to Maturity .770%; Moody AA2 S&P A; Issued 12/08/11									
BB&T CORPORATION CUSIP 05531FAK9	5/10/12	151,000.000	101.652 100.632	101.786	153,494.52 151,954.54	**153,696.86**	1,742.32 LT	3,247.00 622.24	2.11
Coupon Rate 2.150%; Matures 03/22/2017; Int. Semi-Annually Mar/Sep 22; Callable $100.00 on 02/22/17; Yield to Call 1.102%; Moody A2 S&P A-; Issued 03/22/12									
GENERAL ELECTRIC CAPITAL CORP CUSIP 36962G5W0	10/16/12	150,000.000	103.739 101.605	102.463	155,608.50 152,407.43	**153,694.50**	1,287.07 LT	3,450.00 325.83	2.24
Coupon Rate 2.300%; Matures 04/27/2017; Int. Semi-Annually Apr/Oct 27; Yield to Maturity .992%; Moody A1 S&P AA+ ; Issued 04/27/12									

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED TECHNOLOGIES CORP CUSIP 913017BU2	5/22/13	151,000.000	102.904 101.464	101.619	155,385.04 153,211.13	**153,444.69**	233.56 LT	2,718.00 1,359.00	1.77
Coupon Rate 1.800%; Matures 06/01/2017; Int. Semi-Annually Jun/Dec 01; Yield to Maturity .981%; Moody A2 S&P A; Issued 06/01/12									
ANHEUSER-BUSCH INBEV WOR CUSIP 03523TBN7	2/26/14	156,000.000	100.622 100.395	100.745	156,970.32 156,616.01	**157,162.20**	546.19 LT	2,145.00 810.33	1.36
Coupon Rate 1.375%; Matures 07/15/2017; Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.019%; Moody A2 S&P A; Issued 07/16/12									
MERRILL LYNCH & CO CUSIP 59018YJ59	8/6/13	132,000.000	114.839 108.380	110.154	151,587.48 143,061.34	**145,403.28**	2,341.94 LT	8,448.00 2,112.00	5.81
Coupon Rate 6.400%; Matures 08/28/2017; Int. Semi-Annually Feb/Aug 28; Yield to Maturity 1.759%; Moody BAA1 S&P A-; Issued 08/28/07									
UNITEDHEALTH GROUP INC CUSIP 91324PBY7	5/16/13	155,000.000	100.941 100.513	100.726	156,458.55 155,795.60	**156,125.30**	329.70 LT	2,170.00 277.27	1.38
Coupon Rate 1.400%; Matures 10/15/2017; Int. Semi-Annually Apr/Oct 15; Yield to Maturity 1.089%; Moody A3 S&P A+ ; Issued 10/22/12									
MICROSOFT CORP CUSIP 594918AP9	12/19/13	159,000.000	98.749 98.749	99.968	157,010.91 157,010.91	**158,949.12**	1,938.21 LT	1,391.00 61.83	0.87
Coupon Rate 0.875%; Matures 11/15/2017; Int. Semi-Annually May/Nov 15; Yield to Maturity .888%; Moody AAA S&P AAA; Issued 11/07/12									
WELLS FARGO CO CUSIP 949746NV5	1/8/13	130,000.000	119.417 110.161	110.518	155,242.10 143,209.85	**143,673.40**	463.55 LT	7,313.00 3,453.12	5.09
Coupon Rate 5.625%; Matures 12/11/2017; Int. Semi-Annually Jun/Dec 11; Yield to Maturity 1.377%; Moody A2 S&P A+ ; Issued 12/10/07									
JP MORGAN CHASE & CO CUSIP 46625HJF8	2/6/14	155,000.000	101.107 100.746	101.101	156,715.85 156,156.24	**156,706.55**	550.31 LT	1,824.00 182.43	1.16
Coupon Rate 1.177%; Matures 01/25/2018; Interest Paid Quarterly Apr 25; Yield to Maturity .757%; Floater; Moody A3 S&P A; Issued 01/25/13									
GOLDMAN SACHS GROUP INC CUSIP 38141GJK7	11/14/13	155,000.000	100.901 100.596	101.315	156,396.55 155,923.37	**157,038.25**	1,114.88 LT	2,291.00 190.92	1.45
Coupon Rate 1.478%; Matures 04/30/2018; Interest Paid Quarterly Jul 30; Yield to Maturity 1.019%; Floater; Moody A3 S&P A-; Issued 04/30/13									
TORONTO-DOMINION BANK CUSIP 89114QAC3	5/16/13	155,000.000	100.281 100.168	100.008	155,435.55 155,260.26	**155,012.40**	(247.86) LT	2,170.00 180.83	1.39
Coupon Rate 1.400%; Matures 04/30/2018; Int. Semi-Annually Apr/Oct 30; Yield to Maturity 1.397%; Moody AA1 S&P AA-; Issued 04/30/13									
MERCK & CO INC CUSIP 58933YAG0	3/6/14	158,000.000	98.765 98.765	100.255	156,048.70 156,048.70	**158,402.90**	2,354.20 LT	2,054.00 74.17	1.29
Coupon Rate 1.300%; Matures 05/18/2018; Int. Semi-Annually May/Nov 18; Yield to Maturity 1.212%; Moody A2 S&P AA; Issued 05/20/13									
SHELL INTERNATIONAL FIN CUSIP 822582AW2	9/16/14	155,000.000	100.768 100.633	101.671	156,190.40 155,981.77	**157,590.05**	1,608.28 ST	2,945.00 908.04	1.86
Coupon Rate 1.900%; Matures 08/10/2018; Int. Semi-Annually Feb/Aug 10; Yield to Maturity 1.363%; Moody AA1 S&P AA(-); Issued 08/12/13									

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
ORACLE CORP	9/4/14	154,000.000	101.721	102.395	156,650.34			3,658.00	2.31
CUSIP 68389XAC8			101.443		156,221.92	**157,688.30**	1,466.38 ST	1,381.72	
Coupon Rate 2.375%; Matures 01/15/2019; Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.690%; Moody A1 S&P AA-; Issued 07/16/13									
BNP PARIBAS	4/2/14	156,000.000	100.078	101.725	156,121.68			3,822.00	2.40
CUSIP 05574LXH6			100.061		156,094.64	**158,691.00**	2,596.36 LT	785.63	
Coupon Rate 2.450%; Matures 03/17/2019; Int. Semi-Annually Mar/Sep 17; Yield to Maturity 1.976%; Moody A1 S&P A+ ; Issued 03/17/14									
HOME DEPOT INC	4/22/15	155,000.000	101.996	101.336	158,093.80			3,100.00	1.97
CUSIP 437076BE1			101.952		158,025.02	**157,070.80**	(954.22) ST	1,429.44	
Coupon Rate 2.000%; Matures 06/15/2019; Int. Semi-Annually Jun/Dec 15; Callable $100.00 on 05/15/19; Yield to Call 1.650%; Moody A2 S&P A; Issued 06/12/14									
AMERICAN EXPRESS CREDIT	4/22/15	155,000.000	101.562	100.722	157,421.10			3,488.00	2.23
CUSIP 0258M0DP1			101.529		157,369.79	**156,119.10**	(1,250.69) ST	1,026.87	
Coupon Rate 2.250%; Matures 08/15/2019; Int. Semi-Annually Feb/Aug 15; Yield to Maturity 2.070%; Moody A2 S&P A-; Issued 08/15/14									
PROCTER & GAMBLE COTHE	1/22/15	149,000.000	101.461	101.126	151,176.89			2,831.00	1.87
CUSIP 742718EG0			101.359		151,024.50	**150,677.74**	(346.76) ST	235.91	
Coupon Rate 1.900%; Matures 11/01/2019; Int. Semi-Annually May/Nov 01; Yield to Maturity 1.635%; Moody AA3 S&P AA-; Issued 11/03/14									
APPLE INC	3/9/15	161,000.000	98.318	98.709	158,291.98			2,496.00	1.57
CUSIP 037833AX8			98.318		158,291.98	**158,921.49**	629.51 ST	776.37	
Coupon Rate 1.550%; Matures 02/07/2020; Int. Semi-Annually Feb/Aug 09; Yield to Maturity 1.839%; First Coupon 08/09/15; Moody AA1 S&P AA+ ; Issued 02/09/15									

	Percentage of Assets	Face Value	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CORPORATE FIXED INCOME		4,454,000.000	$4,589,770.68 $4,520,558.98	$4,539,259.67	$17,951.60 LT $749.09 ST	$101,651.00 $29,407.59	2.24%
TOTAL CORPORATE FIXED INCOME (incl.accr.int.)	28.7%			$4,568,667.26			

Watchlist and CreditWatch Indicators: (*) = developing/uncertain (+) = On Watchlist/CreditWatch Upgrade (-) = On Watchlist/CreditWatch Downgrade

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	5/29/13	9,000.000	$105.379	$101.750	$9,484.10				
CUSIP 912828KT6			$101.582		$9,142.41	$9,157.50	$15.09 LT		
	8/15/13	375,000.000	104.688	101.750	392,578.13				
			101.492		380,593.57	381,562.50	968.93 LT		
	Total	384,000.000			402,062.23			9,120.00	2.33
					389,735.98	**390,720.00**	984.02 LT	1,520.00	
Coupon Rate 2.375%; Matures 03/31/2016; Int. Semi-Annually Mar/Sep 30; Moody AAA; Issued 03/31/09									
UNITED STATES TREASURY NOTE	11/29/11	355,000.000	100.375	100.758	356,331.25				
CUSIP 912828RM4			100.109		355,388.65	357,690.90	2,302.25 LT		
	12/13/11	185,000.000	100.695	100.758	186,286.33				
			100.204		185,378.00	186,402.30	1,024.30 LT		
	Total	540,000.000			542,617.58			5,400.00	0.99
					540,766.65	**544,093.20**	3,326.55 LT	449.99	
Coupon Rate 1.000%; Matures 10/31/2016; Int. Semi-Annually Apr/Oct 30; Moody AAA; Issued 10/31/11									
UNITED STATES TREASURY NOTE	7/16/14	744,000.000	105.172	104.234	782,478.94			20,460.00	2.63
CUSIP 912828NG1			103.611		770,868.40	**775,500.96**	4,632.56 ST	—	
Coupon Rate 2.750%; Matures 05/31/2017; Int. Semi-Annually May/Nov 30; Yield to Maturity .617%; Moody AAA; Issued 05/31/10									
UNITED STATES TREASURY NOTE	4/23/13	500,000.000	110.059	105.102	550,293.00				
CUSIP 912828PN0			105.735		528,673.71	525,510.00	(3,163.71) LT		
	6/20/13	721,000.000	106.984	105.102	771,357.52				
			104.136		750,820.11	757,785.42	6,965.31 LT		
	Total	1,221,000.000			1,321,650.52			33,578.00	2.61
					1,279,493.82	**1,283,295.42**	3,801.60 LT	8,394.37	
Coupon Rate 2.750%; Matures 02/28/2018; Int. Semi-Annually Feb/Aug 31; Yield to Maturity .863%; Moody AAA; Issued 02/28/11									
UNITED STATES TREASURY NOTE	8/15/13	311,000.000	99.270	101.203	308,728.15			4,276.00	1.35
CUSIP 912828VK3			99.270		308,728.15	**314,741.33**	6,013.18 LT	1,781.77	
Coupon Rate 1.375%; Matures 06/30/2018; Int. Semi-Annually Jun/Dec 31; Yield to Maturity .978%; Moody AAA; Issued 06/30/13									
UNITED STATES TREASURY NOTE	3/5/15	804,000.000	98.461	99.219	791,625.64			10,050.00	1.25
CUSIP 912828H52			98.461		791,625.64	**797,720.76**	6,095.12 ST	3,349.99	
Coupon Rate 1.250%; Matures 01/31/2020; Int. Semi-Annually Jan/Jul 31; Yield to Maturity 1.424%; Moody AAA; Issued 01/31/15									
TREASURY SECURITIES		**4,004,000.000**			**$4,149,163.06**			**$82,884.00**	**2.02%**
					$4,081,218.64	**$4,106,071.67**	**$14,125.35 LT**	**$15,496.12**	
							$10,727.68 ST		

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

GOVERNMENT SECURITIES

FEDERAL AGENCIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
FED HOME LN MTG CORP	5/23/13	780,000.000	$104.739	$101.896	$816,960.30			$15,600.00	1.96
CUSIP 3137EACN7			$101.806		$794,086.18	**$794,788.80**	$702.62 LT	$4,160.00	
Coupon Rate 2.000%; Matures 08/25/2016; Int. Semi-Annually Feb/Aug 25; Moody AAA S&P AA+ ; Issued 07/08/11									
FED NATL MTG ASSN	11/8/13	613,000.000	101.457	100.981	621,931.41			7,663.00	1.23
CUSIP 3135G0G73			100.758		617,647.30	**619,013.53**	1,366.23 LT	2,554.16	
Coupon Rate 1.250%; Matures 01/30/2017; Int. Semi-Annually Jan/Jul 30; Yield to Maturity .656%; Moody AAA S&P AA+ ; Issued 01/09/12									
FED NATL MTG ASSN	11/4/14	425,000.000	100.799	100.869	428,395.75				
CUSIP 3135G0JA2			100.616		427,617.22	428,693.25	1,076.03 ST		
	12/11/14	476,000.000	100.685	100.869	479,260.60				
			100.551		478,620.78	480,136.44	1,515.66 ST		
	Total	901,000.000			907,656.35			10,136.00	1.11
					906,238.00	**908,829.69**	2,591.69 ST	957.31	
Coupon Rate 1.125%; Matures 04/27/2017; Int. Semi-Annually Apr/Oct 27; Yield to Maturity .665%; Moody AAA S&P AA+ ; Issued 03/01/12									
FED HOME LN MTG CORP	10/26/12	950,000.000	100.513	100.378	954,873.50				
CUSIP 3137EADL0			100.246		952,333.64	953,591.00	1,257.36 LT		
	2/7/13	225,000.000	100.617	100.378	226,388.25				
			100.312		225,703.04	225,850.50	147.46 LT		
	Total	1,175,000.000			1,181,261.75			11,750.00	0.99
					1,178,036.68	**1,179,441.50**	1,404.82 LT	2,023.61	
Coupon Rate 1.000%; Matures 09/29/2017; Int. Semi-Annually Mar/Sep 29; Yield to Maturity .836%; Moody AAA S&P AA+ ; Issued 08/10/12									
FED NATL MTG ASSN	12/4/14	640,000.000	99.163	99.907	634,643.20			5,600.00	0.87
CUSIP 3135G0TG8			99.163		634,643.19	**639,404.80**	4,761.61 ST	1,757.77	
Coupon Rate 0.875%; Matures 02/08/2018; Int. Semi-Annually Feb/Aug 08; Yield to Maturity .910%; Moody AAA S&P AA+ ; Issued 01/07/13									
FED NATL MTG ASSN	3/4/14	385,000.000	101.625	102.449	391,256.25				
CUSIP 3135G0YM9			101.192		389,588.79	394,428.65	4,839.86 LT		
	2/9/15	314,000.000	102.075	102.449	320,515.50				
			101.901		319,968.88	321,689.86	1,720.98 ST		
	Total	699,000.000			711,771.75			13,106.00	1.83
					709,557.67	**716,118.51**	4,839.86 LT 1,720.98 ST	2,657.65	
Coupon Rate 1.875%; Matures 09/18/2018; Int. Semi-Annually Mar/Sep 18; Yield to Maturity 1.116%; Moody AAA S&P AA+ ; Issued 08/23/13									
FED NATL MTG ASSN	3/7/14	705,000.000	99.778	101.478	703,434.90			11,456.00	1.60
CUSIP 3135G0YT4			99.778		703,434.90	**715,419.90**	11,985.00 LT	127.29	
Coupon Rate 1.625%; Matures 11/27/2018; Int. Semi-Annually May/Nov 27; Yield to Maturity 1.191%; Moody AAA S&P AA+ ; Issued 10/01/13									

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Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

GOVERNMENT SECURITIES

FEDERAL AGENCIES (CONTINUED)

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
FED NATL MTG ASSN	6/17/14	581,000.000	100.790	102.107	585,589.90				
CUSIP 3135G0ZA4			100.634		584,681.70	593,241.67	8,559.97 ST		
	12/11/14	309,000.000	101.429	102.107	313,415.61				
			101.273		312,933.38	315,510.63	2,577.25 ST		
	Total	890,000.000			899,005.51			16,688.00	1.83
					897,615.08	**908,752.30**	11,137.22 ST	4,728.12	
Coupon Rate 1.875%; Matures 02/19/2019; Int. Semi-Annually Feb/Aug 19; Yield to Maturity 1.292%; Moody AAA S&P AA+ ; Issued 01/13/14									
FED NATL MTG ASSN	5/4/15	641,000.000	99.290	99.513	636,448.90			9,615.00	1.50
CUSIP 3135G0D75			99.290		636,448.90	**637,878.33**	1,429.43 ST	908.08	
Coupon Rate 1.500%; Matures 06/22/2020; Int. Semi-Annually Jun/Dec 22; Yield to Maturity 1.601%; First Coupon 06/22/15; Moody AAA S&P AA+ ; Issued 04/27/15									
FEDERAL AGENCIES		**7,044,000.000**			**$7,113,114.07**			**$101,614.00**	**1.43%**
					$7,077,707.90	**$7,119,647.36**	**$20,298.53 LT**	**$19,873.99**	
							$21,640.93 ST		

	Percentage of Assets	Face Value	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
GOVERNMENT SECURITIES		**11,048,000.000**	**$11,262,277.13**	**$11,225,719.03**	**$34,423.88 LT**	**$184,498.00**	**1.64%**
			$11,158,926.54		**$32,368.61 ST**	**$35,370.11**	
TOTAL GOVERNMENT SECURITIES (incl.accr.int.)	**70.7%**			**$11,261,089.14**			

	Percentage of Assets	Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
TOTAL MARKET VALUE		**$15,679,485.52**	**$15,870,184.48**	**$52,375.48 LT**	**$286,168.00**	**1.80%**
				$33,117.70 ST	**$64,777.70**	
TOTAL VALUE (includes accrued interest)	**100.0%**		**$15,934,962.18**			

Unrealized Gain/(Loss) totals only reflect positions that have cost basis and/or market value information available. Cash, MMF, Deposits and positions stating 'Please Provide' are not included.

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ACTIVITY

CASH FLOW ACTIVITY BY DATE

Transaction Date	Settlement Date	Activity Type	Description	Comments		Quantity	Price	Credits/(Debits)
5/1	5/1	Interest Income	PROCTER & GAMBLE 1900 19NV01	CUSIP: 742718EG0				$1,399.77
5/4	5/5	Sold	FNMA 0875 18MY21	ACCRUED INTEREST ACTED AS AGENT	2,551.11	640,000.000	99.4560	639,069.51
5/4	5/5	Bought	FNMA 1500 20JN22	ACCRUED INTEREST ACTED AS AGENT	213.67	641,000.000	99.2900	(636,662.57)
5/15	5/15	Interest Income	US BANCORP 2200 *16NV15	CUSIP: 91159HHB9				1,650.00
5/15	5/15	Interest Income	MICROSOFT CORP 0875 17NV15	CUSIP: 594918AP9				695.63
5/18	5/18	Interest Income	MERCK & CO INC 1300 18MY18	CUSIP: 58933YAG0				1,027.00
5/21	5/21	Interest Income	BHP BILLITON FIN 1875 16NV21	CUSIP: 055451AK4				1,425.00
5/27	5/27	Interest Income	FNMA 1625 18NV27	CUSIP: 3135G0YT4				5,728.13
5/29	5/29	Interest Income	MORGAN STANLEY BANK N.A. (Period 05/01-05/31)					1.46
5/31	5/31	Interest Income	US TSY NOTE 2750 17MY31	CUSIP: 912828NG1				10,230.00
NET CREDITS/(DEBITS)								**$24,563.93**

Purchase and Sale transactions above may have received an average price execution. Details regarding the actual prices are available upon request.

MONEY MARKET FUND (MMF) AND BANK DEPOSIT PROGRAM ACTIVITY

Date	Activity Type	Description	Credits/(Debits)
5/1	Automatic Redemption	BANK DEPOSIT PROGRAM	$(412.90)
5/4	Automatic Investment	BANK DEPOSIT PROGRAM	1,399.77
5/6	Automatic Investment	BANK DEPOSIT PROGRAM	2,406.94
5/18	Automatic Investment	BANK DEPOSIT PROGRAM	2,345.63
5/19	Automatic Investment	BANK DEPOSIT PROGRAM	1,027.00
5/22	Automatic Investment	BANK DEPOSIT PROGRAM	1,425.00
5/28	Automatic Investment	BANK DEPOSIT PROGRAM	5,728.13
5/29	Automatic Investment	BANK DEPOSIT PROGRAM	1.46
NET ACTIVITY FOR PERIOD			**$13,921.03**

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

REALIZED GAIN/(LOSS) DETAIL

LONG-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
AMER EXPRESS CR 2.800 9-19-16	09/10/12	04/22/15	290,000.000	$297,931.50	$296,603.56	$1,327.94	
Long-Term This Period				**$0.00**	**$0.00**	**$0.00**	
Long-Term Year to Date				**$1,661,620.60**	**$1,657,241.78**	**$4,378.82**	

SHORT-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
FNMA 7/8 5-21-18	07/25/14	05/04/15	640,000.000	636,518.40	627,174.40	9,344.00	
Short-Term This Period				**$636,518.40**	**$627,174.40**	**$9,344.00**	
Short-Term Year to Date				**$790,663.73**	**$781,417.82**	**$9,245.91**	
Net Realized Gain/(Loss) This Period				**$636,518.40**	**$627,174.40**	**$9,344.00**	
Net Realized Gain/(Loss) Year to Date				**$2,452,284.33**	**$2,438,659.60**	**$13,624.73**	

Treasury regulations require that we report on Form 1099-B a) adjusted cost basis on the sale of covered securities acquired on or after 1/1/11 (or the applicable date for the type of security), b) the gain or loss as either long-term or short-term, and c) basis adjustments on covered securities due to wash sales, certain corporate actions and transfers by gift or inheritance. This section may not reflect all the basis adjustments required when filing your tax return. Refer to the Expanded Disclosures.

MESSAGES

Important Information About Advisory Accounts

Please notify your Financial Advisor if there have been any changes in your financial situation or investment objectives, or if you wish to impose any reasonable restrictions on the management of your Investment Advisory accounts, or to reasonably modify existing restrictions.

For a copy of the applicable ADV Brochure for Morgan Stanley Smith Barney LLC, or for any Investment Adviser with whom we contract to manage your investment advisory account, please contact your Financial Advisor. These ADV Brochures contain important information about advisory programs.

Morgan Stanley

CLIENT STATEMENT | For the Period June 1-30, 2015

STATEMENT FOR:
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

TOTAL VALUE OF YOUR ACCOUNT (as of 6/30/15) **$15,916,068.91**
Includes Accrued Interest

Morgan Stanley Smith Barney LLC. Member SIPC.

Your Financial Advisor
Cary Allison
Senior Vice President
Cary.Allison@morganstanley.com
916 797-7742

Your Branch
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661
Telephone: 916-797-7700 ; Alt. Phone: 888-335-6370 ; Fax: 916-797-7750

002096 MSADD481

#BWNJGWM
00002096 03 AT 0.673 03 TR 00017 MSADD481 100100
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

241

Client Service Center (24 Hours a Day; 7 Days a Week): 800-869-3326

Access Your Account Online: www.morganstanley.com/online

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Expanded Disclosures

Expanded Disclosures, which apply to all statements Morgan Stanley Smith Barney LLC (we/us) sends to you, are provided with your first statement and thereafter twice a year.

Questions?

Questions regarding your account may be directed to either your Financial Advisor or the Branch Manager for the branch office where you maintain your account. If you require further assistance, call the Client Service Center at (800) 869-3326 or for account-related concerns contact our Client Advocate at (866) 227-2256 or via U.S. mail at P.O. Box 95002, South Jordan, Utah 84095.

Errors and Inquiries

It is your responsibility to review your statement promptly and to seek immediate clarification about entries that you do not understand or believe were made in error by contacting the Branch Manager of the office where you maintain your account. Oral communications regarding any inaccuracy or discrepancy in this statement should be re-confirmed in writing to further protect your rights, including rights under the Securities Investor Protection Act (SIPA). Your statement will be deemed correct unless we receive a written inquiry of a suspected error. See your account documentation for special rules regarding your rights and responsibilities with respect to erroneous electronic fund transfers, including a description of the transfers covered.

Account Valuation

Account values are computed by adding (1) the market value of all priced positions and (2) market values provided by pricing services and/or outside custodians, as applicable for other positions, and by adding any credit or subtracting any debit to your closing Cash, Money Market Funds and/or Deposit balance. Cash, Deposits and Money Market Funds are displayed on a settlement date basis, and other positions are displayed in your account on a trade date basis. The values of fixed income positions in summary displays include accrued interest in the totals. In the "Holdings" section, fixed income market value and accrued interest are also displayed in separate columns. Accrued interest is the interest earned but not yet paid on the bond since its last interest payment. In most cases, it is calculated from the date of the last coupon payment (or "dated date") through the closing date of the statement. Foreign Currency Deposits are reflected in U.S. dollars as of the statement end date. The Annual Percentage Yield (APY) for deposits represents the applicable rate in effect for your deposits at the statement ending date. This APY may be different than the APY that was in effect during the statement period. For current Bank Deposit or Money Market Fund yields, go to www.morganstanley.com/wealth-investmentstrategies/ratemonitor.html.

Additional Retirement Account Information

Tax-qualified account contributions are subject to IRS eligibility rules and regulations. The Contributions information in this statement reflects contributions for a particular account, without reference to any other account. Check with your tax advisor to verify how much you can contribute, if the contribution will be tax deductible, and if other special rules apply (e.g., to conversions/recharacterizations of Traditional to Roth/Roth to Traditional IRAs). Tax reporting is provided for IRA, VIP Basic and 403(b) accounts but not for VIP Plus and RPM accounts. The account value used for your Required Minimum Distribution calculation, if any, is based on the prior December 31st Account Value, including accrued interest. Additionally, for IRAs (1) the "Max. Individual Contributions Allowed (by SSN)" reflects the annual limit on contributions that you can make to Traditional and Roth IRAs under the Internal Revenue Code (this limit applies on a per person basis, not per account; other rules apply to IRAs which are part of employer-sponsored plans); (2) you cannot make an individual contribution to a Traditional IRA for the year in which you reach age 70 1/2 or any later year; and (3) the categorization of any contribution's deductibility is based upon information provided by you. The information included in this statement is not intended to constitute tax, legal or accounting advice. Contact us if any of this information is incorrect.

Availability of Free Credit Balances and Financial Statements

Under the customer protection rules of the SEC [17 CFR §240.15c3-3], we may use funds comprising free credit balances carried for customer accounts here, provided that these funds are payable to customers on demand (i.e., are free of a lien or right of set-off in our favor or on behalf of some third party to whom you have given control). A financial statement of this organization is available for your personal inspection at its offices, or a copy will be mailed to you upon your written request.

Gain/(Loss) Information

Gain/(Loss) is provided for informational purposes. It is not a substitute for Internal Revenue Service (IRS) Form 1099 (on which we report cost basis for covered securities) or any other IRS tax form, and should not be used for tax preparation. Unrealized Gain/(Loss) provided on this statement is an estimate. Contact your own independent legal or tax advisor to determine the appropriate use of the Gain/(Loss) information on this statement. For more information, go to www.morganstanley.com/wealth/disclosures/disclosures.asp, or call Client Service Center.

Tax Reporting

Under Federal Income Tax law, we are required to report gross proceeds of sales (including entering into short sales) on Form 1099-B by February 15 of the year following the calendar year of the transaction for reportable (i.e. non-retirement) accounts. For sales of certain securities acquired on or after January 1, 2011 (or applicable date for the type of security) we are also required to report cost basis and holding period. Under Internal Revenue Service regulations, if you have not provided us with a certification of either U.S. or foreign status on applicable Form W-9 or W-8, your accounts may be subject to either 28% back-up withholding or 30% nonresident alien withholding on payments made to your accounts.

Investment Objectives

The following is an explanation of the investment objective alternatives applicable to your account(s): Income - for investors seeking regular income with low to moderate risk to principal; Capital Appreciation - for investors seeking capital appreciation with moderate to high risk to principal; Aggressive Income - for investors seeking higher returns either as growth or as income with greater risk to principal; Speculation - for investors seeking high profits or quick returns with considerable possibility of losing most or all of their investment.

Listed Options

Information with respect to commissions and other charges related to the execution of options transactions has been included in confirmations of such transactions previously furnished to you and such information will be made available to you promptly at your request. Promptly advise us of any material change in your investment objectives or financial situation.

Important Information if you are a Margin Customer(not available for certain retirement accounts)

If you have margin privileges, you may borrow money from us in exchange for pledging assets in your accounts as collateral. The amount you may borrow is based on the value of eligible securities in your margin accounts. If a security has eligible shares the number of shares pledged as collateral is indicated below the position. If you have a margin account, as permitted by law, we may use certain securities in your account for, among other things, settling short sales or lending the securities for short sales, for which we may receive compensation.

Margin Interest Charges

We calculate interest charges on margin loans as follows: (1) multiply the applicable margin interest rate by the daily close of business net settled debit balance, and (2) divide by 360 (days). Margin interest accrues daily throughout the month and is added to your debit balance at month-end. The month-end interest charge is the sum of the daily accrued interest calculations for the month. We add the accrued interest to your debit balance and start a new calculation each time the applicable interest rate changes and at the close of every statement month. For current margin loan interest rates, go to www.morganstanley.com/online/MIRates.

Information regarding Special Memorandum Account

If you have a Margin Account, this is a combined statement of your

CONTINUED

Expanded Disclosures (CONTINUED)

Margin Account and Special Memorandum Account maintained for you under Section 220.5 of Regulation T issued by the Board of Governors of the Federal Reserve System. The permanent record of the Special Memorandum Account as required by Regulation T is available for your inspection at your request.

Money Market Fund (MMF) Pricing

An investment in a MMF is neither insured nor guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although MMFs seek to preserve the value of your investment at $1.00 per share, there can be no assurance that will occur and it is possible to lose money should the fund value per share fall. In some circumstances MMFs may cease operations when the value of a fund drops below $1.00 per share. In that event, the fund's holdings would be liquidated and distributed to the fund's shareholders. This process could take up to one month or more. During that time, these funds would not be available to you to support purchases, withdrawals, and if applicable, check writing or ATM debits from your account.

Notice Regarding Global Investment Manager Analysis

Morgan Stanley's Global Investment Manager Analysis team conducts analysis on various mutual funds and exchange-traded funds for clients holding those funds in certain investment advisory programs. If you have invested in any of these funds in another type of account, such as a brokerage account, you will not receive the same materials and status updates on the funds as we provide to investment advisory clients (including instructions on selling fund shares).

Pricing of Securities

The prices of securities are derived from various sources, and do not necessarily represent the prices at which those securities could have been bought or sold. Although we attempt to use reliable sources of information, we can offer no assurance as to their accuracy. Prices of securities not actively traded may not be available, and are indicated by N/A (not available). For additional information on how we price securities, go to www.morganstanley.com/wealth/disclosures/disclosures.asp.

Important Information About Auction Rate Securities

For certain Auction Rate Securities there is no or limited liquidity. Therefore, the price(s) for any Auction Rate Securities shown may not reflect the price(s) you would receive upon a sale at auction or in a secondary market transaction, and is not an indication of any offer to purchase at such price. There can be no assurance that a successful auction will occur or that a secondary market exists or will develop for a particular security. The prices of any Auction Rate Securities in most cases reflect par value, but may be derived from various sources. These prices may differ from: prices provided to us or our affiliates by outside pricing services; our affiliates' own internal bookkeeping valuations; prices of transactions executed in any secondary market that exists or may develop; and/or the prices at which issuer repurchases or redemptions may occur.

Special Considerations Regarding Structured Investments

Structured Investments are complex products and may be subject to special risks, which may include, but are not limited to: loss of initial investment; issuer credit risk and price volatility resulting from any actual or anticipated changes to issuer's and/or guarantor's credit ratings or credit spreads; limited or no appreciation and limits on participation in any appreciation of underlying asset(s); risks associated with the underlying reference asset(s); no periodic payments; call prior to maturity; early redemption fees for market linked deposits; lower interest rates and/or yield compared to conventional debt with comparable maturity; unique tax implications; limited or no secondary market; and conflicts of interest due to affiliation, compensation or other factors which could adversely affect market value or payout to investors. Investors also should consider the concentration risk of owning the related security and their total exposure to any underlying asset. Structured Investments may not perform in a manner consistent with the statement product category where they appear and therefore may not satisfy portfolio asset allocation needs for that category. Accrued interest, estimated annual income and current yield for Structured Investments with a contingent income feature, including Range Accrual Notes and Contingent Income Notes, assume optimal performance of the underlying asset(s) and payment in full of all contingent interest. However, contingent interest is only paid if the specified accrual conditions are met during the relevant observation period. Actual accrued interest, annual income and yield will be dependent upon the performance of the underlying asset(s) and may be significantly lower than the estimates shown. For more information about the risks specific to your Structured Investments, you should contact your Financial Advisor.

Security Measures

This statement features several embedded security elements to safeguard its authenticity. One is a unique security mark--a blue rectangle printed in heat-sensitive ink on the back of every page. When exposed to warmth, the blue rectangle will disappear, and then reappear.

SIPC Protection

We are a member of Securities Investor Protection Corporation (SIPC), which protects securities of its customers up to $500,000 (including $250,000 for claims for cash). An explanatory brochure is available upon request or at www.sipc.org. Losses due to market fluctuation are not protected by SIPC and assets not held with us may not be covered by SIPC protection. To obtain information about SIPC, including an explanatory SIPC brochure, contact SIPC at 1-202-371-8300 or visit www.sipc.org.

Certain Assets Not Held at Morgan Stanley Smith Barney LLC

You may purchase certain assets through us that may be held at another financial institution. Assets not held with us may not be covered by SIPC protection. We may include information about certain of these assets on this statement solely as a service to you and are not responsible for any information provided by external sources. Generally, any financial institution that holds securities is responsible for year-end reporting (1099s) and separate periodic statements, which may vary from our information due to different tax reporting periods. In the case of networked mutual funds, we perform all year-end tax reporting. Under certain circumstances, such as IRA accounts, we perform all tax reporting.

Total Income

Total income, as used in the income summaries, represents dividends and/or interest on securities we receive on your behalf and credit to your account(s) during the calendar year. We report dividend distributions and taxable bond interest credited to your account to the Internal Revenue Service. The totals we report may differ from those indicated as "This Year" figures on the last statement for the calendar year. In the case of Real Estate Investment Trusts (REITs), Master Limited Partnerships, Regulated Investment Companies and Unit Investment Trusts, some sponsors may reclassify the distribution to a different tax type for year-end reporting.

Transaction Dates and Conditions

Transactions display trade date and settlement date. Transactions are included on this statement on trade date basis (excluding BDP and MMFs). Trades that have not settled as of statement month end will also be displayed in the "Unsettled Purchases/Sales Activity" section. Upon written request, we will give you the date and time of a transaction and the name of the other party to a transaction. We and/or our affiliates may accept benefits that constitute payment for order flow. Details regarding these benefits and the source and amount of any other remuneration received or to be received by us in connection with any transaction will be furnished upon written request.

Tax and Legal Disclosure

Morgan Stanley does not provide legal or tax advice. Please consult your own tax advisor.

Revised 03/2015

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

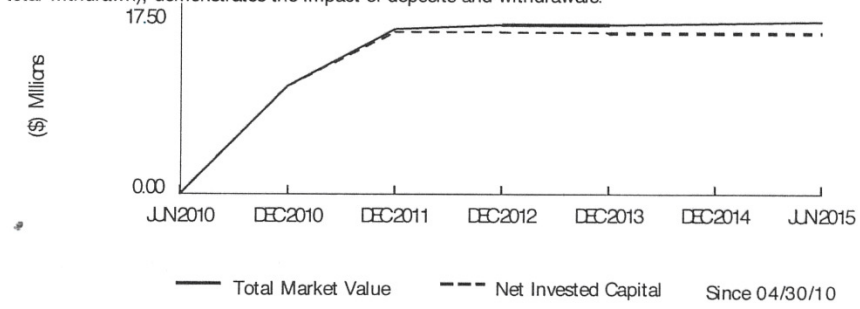
CHANGE IN VALUE OF YOUR ACCOUNTS (includes accrued interest)

	This Period (6/1/15-6/30/15)	This Year (1/1/15-6/30/15)
TOTAL BEGINNING VALUE	**$15,934,962.18**	**$15,789,357.74**
Credits	—	—
Debits	—	(18,913.61)
Security Transfers	—	—
Net Credits/Debits/Transfers	**—**	**$(18,913.61)**
Change in Value	**(18,893.27)**	**145,624.78**
TOTAL ENDING VALUE	**$15,916,068.91**	**$15,916,068.91**

Net Credits / Debits include investment advisory fees as applicable. See Activity section for details.

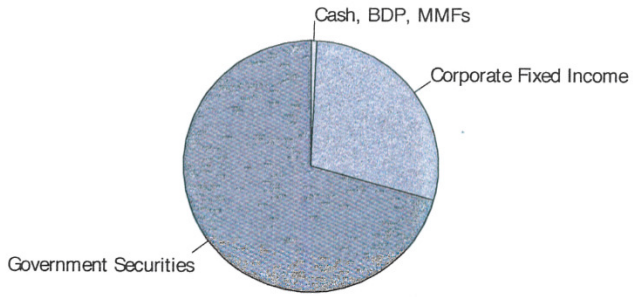
CHANGE IN VALUE OVER TIME

The display of market value (total account value) and net invested capital (total amount invested minus total withdrawn), demonstrates the impact of deposits and withdrawals.



This graph does not reflect corrections to Net Invested Capital or Market Value made subsequent to the dates depicted. It may exclude transactions in Annuities or positions where we are not the custodian, which could delay the reporting of Market Value or affect the Net Invested Capital.

ALLOCATION OF HOLDINGS



	Market Value	Percentage %
Cash, BDP, MMFs*	$104,744.05	0.7
Corporate Fixed Income^	4,562,845.88	28.7
Government Securities^	11,248,478.98	70.7
TOTAL VALUE^	**$15,916,068.91**	**100.0%**

*This allocation represents holdings on a trade date basis, and projected settled Cash/ BDP and MMF balances. These classifications are not intended to serve as a suitability analysis. * FDIC rules apply and Bank Deposits are eligible for FDIC insurance but are not covered by SIPC. Cash and securities (including MMFs) are eligible for SIPC coverage. See Expanded Disclosures. ^ Includes Estimated Accrued Interest.*

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

BALANCE SHEET (^ includes accrued interest)

	Last Period (as of 5/31/15)	This Period (as of 6/30/15)
Cash, BDP, MMFs	$105,205.78	$104,744.05
Corporate Fixed Income^	4,568,667.26	4,562,845.88
Government Securities^	11,261,089.14	11,248,478.98
Total Assets	**$15,934,962.18**	**$15,916,068.91**
Total Liabilities (outstanding balance)	—	—
TOTAL VALUE	**$15,934,962.18**	**$15,916,068.91**

CASH FLOW

	This Period (6/1/15-6/30/15)	This Year (1/1/15-6/30/15)
OPENING CASH, BDP, MMFs	**$105,205.78**	**$73,602.83**
Purchases	(317,806.04)	(2,853,349.97)
Sales and Redemptions	297,056.39	2,767,661.05
Income and Distributions	20,287.92	135,743.75
Total Investment Related Activity	**$(461.73)**	**$50,054.83**
Other Debits	—	(18,913.61)
Total Cash Related Activity	**—**	**$(18,913.61)**
Total Card/Check Activity	**—**	**—**
CLOSING CASH, BDP, MMFs	**$104,744.05**	**$104,744.05**

INCOME AND DISTRIBUTION SUMMARY

	This Period (6/1/15-6/30/15)	This Year (1/1/15-6/30/15)
Interest	$20,287.92	$135,743.75
Total Taxable Income And Distributions	**$20,287.92**	**$135,743.75**
Total Tax-Exempt Income	**—**	**—**
TOTAL INCOME AND DISTRIBUTIONS	**$20,287.92**	**$135,743.75**

Taxable and tax exempt income classifications are based on the characteristics of the underlying securities and not the taxable status of the account.

GAIN/(LOSS) SUMMARY

	Realized This Period (6/1/15-6/30/15)	Realized This Year (1/1/15-6/30/15)	Unrealized Inception to Date (as of 6/30/15)
Short-Term Gain	—	$9,344.00	$16,436.39
Short-Term (Loss)	—	(98.09)	(10,518.39)
Total Short-Term	**—**	**$9,245.91**	**$5,918.00**
Long-Term Gain	539.96	4,918.78	51,009.63
Long-Term (Loss)	—	—	(5,453.76)
Total Long-Term	**$539.96**	**$4,918.78**	**$45,555.87**
TOTAL GAIN/(LOSS)	**$539.96**	**$14,164.69**	**$51,473.87**

The Gain/(Loss) Summary, which may change due to basis adjustments, is provided for informational purposes and should not be used for tax preparation. Refer to Gain/(Loss) in the Expanded Disclosures.

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ADDITIONAL ACCOUNT INFORMATION

Category	This Period (6/1/15-6/30/15)	This Year (1/1/15-6/30/15)
Accrued Interest Paid	$2,261.30	$10,005.92
U.S. Treasury Coupon Interest	2,138.13	36,416.88

Category	This Period (6/1/15-6/30/15)	This Year (1/1/15-6/30/15)
Accrued Interest Received	415.07	18,735.40

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Investment Objectives†: Capital Appreciation, Income

Investment Advisory Account
Manager: LEGG MASON/CLEARBRIDGE

† Inform us if your investment objectives, as defined in the Expanded Disclosures, change.

HOLDINGS

This section reflects positions purchased/sold on a trade date basis. "Market Value" and "Unrealized Gain/(Loss)" may not reflect the value that could be obtained in the market. Fixed Income securities are sorted by maturity or pre-refunding date, and alphabetically within date. Estimated Annual Income a) is calculated on a pre-tax basis, b) does not include any reduction for applicable non-US withholding taxes, c) may include return of principal or capital gains which could overstate such estimates, and d) for securities that have a defined maturity date within the next 12 months, is reflected only through maturity date. Actual income or yield may be lower or higher than the estimates. Current yield reflects the income generated by an investment, and does not reflect changes in its price. Structured products, identified in the Security Description column, appear in various statement product categories. When displayed, accrued interest, annual income and current yield for structured products with a contingent income feature (such as Range Accrual Notes or contingent Income Notes) are estimates and assume specified accrual conditions are met during the relevant period and payment in full of all contingent interest. For Floating Rate Securities, the accrued interest, annual income and current yield are estimates based on the current floating coupon rate and may not reflect historic rates within the accrual period.

CASH, BANK DEPOSIT PROGRAM AND MONEY MARKET FUNDS

Cash, Bank Deposit Program, and Money Market Funds are generally displayed on a settlement date basis. You have the right to instruct us to liquidate your bank deposit balance(s) or shares of any money market fund balance(s) at any time and have the proceeds of such liquidation remitted to you. Estimated Annual Income, Accrued Interest, and APY% will only be displayed for fully settled positions.

Description	Market Value	7-Day Current Yield %	Est Ann Income	APY%
MORGAN STANLEY BANK N.A. #	**$104,744.05**	—	$21.00	0.020

	Percentage of Assets	Market Value	Est Ann Income Accrued Interest
CASH, BDP, AND MMFs	**0.7%**	**$104,744.05**	**$21.00** **$0.00**

Bank Deposits are held at either: (1) Morgan Stanley Bank, N.A., and/or Morgan Stanley Private Bank, National Association, affiliates of Morgan Stanley Smith Barney LLC, or (2) Citibank, N.A., each a national bank and FDIC member.

CORPORATE FIXED INCOME

CORPORATE BONDS

Security Description	Trade Date	Face Value	Orig Unit Cost Adj Unit Cost	Unit Price	Orig Total Cost Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income Accrued Interest	Current Yield %
AMERICAN EXPRESS CREDIT	4/22/15	155,000.000	$101.562	$100.168	$157,421.10			$3,488.00	2.24
Coupon Rate 2.250%; Matures 08/15/2019; CUSIP 0258M0DP1			$101.500		$157,324.52	**$155,260.40**	$(2,064.12) ST	$1,307.81	
Int. Semi-Annually Feb/Aug 15; Yield to Maturity 2.207%; Moody A2 S&P A; Issued 08/15/14									
ANHEUSER-BUSCH INBEV WOR	2/26/14	156,000.000	100.622	100.470	156,970.32			2,145.00	1.36
Coupon Rate 1.375%; Matures 07/15/2017; CUSIP 035231BN7			100.380		156,592.16	**156,733.20**	141.04 LT	983.12	
Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.141%; Moody A2 S&P A; Issued 07/16/12									

002096 MSADD481

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
APPLE INC Coupon Rate 1.550%; Matures 02/07/2020; CUSIP 037833AX8 *Int. Semi-Annually Feb/Aug 09; Yield to Maturity 2.015%; First Coupon 08/09/15; Moody AA1 S&P AA+ ; Issued 02/09/15*	3/9/15	161,000.000	98.318 98.318	97.965	158,291.98 158,291.98	**157,723.65**	(568.33) ST	2,496.00 977.40	1.58
BANK OF NOVA SCOTIA Coupon Rate 1.100%; Matures 12/13/2016; CUSIP 064159DA1 *Int. Semi-Annually Jun/Dec 13; Yield to Maturity .986%; Moody AA2 S&P A+ ; Issued 12/13/13*	12/17/13	155,000.000	100.149 100.073	100.164	155,230.95 155,113.24	**155,254.20**	140.96 LT	1,705.00 80.51	1.09
BB&T CORPORATION Coupon Rate 2.150%; Matures 03/22/2017; CUSIP 05531FAK9 *Int. Semi-Annually Mar/Sep 22; Callable $100.00 on 02/22/17; Yield to Call 1.234%; Moody A2 S&P A-; Issued 03/22/12*	5/10/12	151,000.000	101.652 100.603	101.486	153,494.52 151,911.20	**153,243.86**	1,332.66 LT	3,247.00 883.76	2.11
BERKSHIRE HATHAWAY INC Coupon Rate 2.200%; Matures 08/15/2016; CUSIP 084670BE3 *Int. Semi-Annually Feb/Aug 15; Yield to Maturity .737%; Moody AA2 S&P AA; Issued 08/15/11*	5/15/13	150,000.000	104.735 101.654	101.636	157,102.50 152,481.14	**152,454.00**	(27.14) LT	3,300.00 1,237.50	2.16
BHP BILLITON FIN USA LTD Coupon Rate 1.875%; Matures 11/21/2016; CUSIP 055451AK4 *Int. Semi-Annually May/Nov 21; Yield to Maturity 1.035%; Moody A1 S&P A+ ; Issued 11/21/11*	2/13/12	152,000.000	102.530 100.754	101.158	155,845.60 153,145.93	**153,760.16**	614.23 LT	2,850.00 308.74	1.85
BNP PARIBAS Coupon Rate 2.450%; Matures 03/17/2019; CUSIP 05574LXH5 *Int. Semi-Annually Mar/Sep 17; Yield to Maturity 2.120%; Moody A1 S&P A+ ; Issued 03/17/14*	4/2/14	156,000.000	100.078 100.059	101.170	156,121.68 156,092.65	**157,825.20**	1,732.55 LT	3,822.00 1,093.51	2.42
CISCO SYSTEMS INC Coupon Rate 2.450%; Matures 06/15/2020; CUSIP 17275RAX0 *Int. Semi-Annually Jun/Dec 15; Yield to Maturity 2.297%; First Coupon 12/15/15; Moody A1 S&P AA-; Issued 06/17/15*	6/17/15	159,000.000	100.112 100.111	100.712	159,178.08 159,177.23	**160,132.08**	954.85 ST	3,896.00 140.67	2.43
COMCAST CORP Coupon Rate 5.150%; Matures 03/01/2020; CUSIP 20030NBA8 *Int. Semi-Annually Mar/Sep 01; Yield to Maturity 2.296%; Moody A3 S&P A-; Issued 03/01/10*	6/17/15	139,000.000	112.494 112.431	112.567	156,366.66 156,278.55	**156,468.13**	189.58 ST	7,159.00 2,366.28	4.57
DUKE ENERGY CAROLINAS Coupon Rate 1.750%; Matures 12/15/2016; CUSIP 26442CAL8 *Int. Semi-Annually Jun/Dec 15; Yield to Maturity .898%; Moody AA2 S&P A; Issued 12/08/11*	4/8/14	152,000.000	102.434 101.330	101.232	155,699.68 154,020.90	**153,872.64**	(148.26) LT	2,660.00 110.83	1.72
GENERAL ELECTRIC CAPITAL CORP Coupon Rate 2.300%; Matures 04/27/2017; CUSIP 36962G5W0 *Int. Semi-Annually Apr/Oct 27; Yield to Maturity 1.214%; Moody A1 S&P AA+ ; Issued 04/27/12*	10/16/12	150,000.000	103.739 101.536	101.953	155,608.50 152,303.34	**152,929.50**	626.16 LT	3,450.00 603.75	2.25
GOLDMAN SACHS GROUP INC Coupon Rate 1.478%; Matures 04/30/2018; CUSIP 38141GWK7 *Interest Paid Quarterly Jul 30; Yield to Maturity 1.099%; Floater; Moody A3 S&P A-; Issued 04/30/13*	11/14/13	155,000.000	100.901 100.579	101.055	156,396.55 155,897.99	**156,635.25**	737.26 LT	2,291.00 381.84	1.46
HOME DEPOT INC Coupon Rate 2.000%; Matures 06/15/2019; CUSIP 437076BE1 *Int. Semi-Annually Jun/Dec 15; Callable $100.00 on 05/15/19; Yield to Call 1.942%; Moody A2 S&P A; Issued 06/12/14*	4/22/15	155,000.000	101.996 101.912	100.216	158,093.80 157,964.27	**155,334.80**	(2,629.47) ST	3,100.00 129.16	1.99

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
JP MORGAN CHASE & CO Coupon Rate 1.177%; Matures 01/25/2018; CUSIP 46625HJF8 *Interest Paid Quarterly Apr 25; Yield to Maturity .917%; Floater; Moody A3 S&P A; Issued 01/25/13*	2/6/14	155,000.000	101.107 100.723	100.658	156,715.85 156,120.67	**156,019.90**	(100.77) LT	1,824.00 329.39	1.16
MERCK & CO INC Coupon Rate 1.300%; Matures 05/18/2018; CUSIP 58933YAG0 *Int. Semi-Annually May/Nov 18; Yield to Maturity 1.440%; Moody A2 S&P AA; Issued 05/20/13*	3/6/14	158,000.000	98.765 98.765	99.605	156,048.70 156,048.70	**157,375.90**	1,327.20 LT	2,054.00 239.63	1.30
MERRILL LYNCH & CO Coupon Rate 6.400%; Matures 08/28/2017; CUSIP 59018YJ89 *Int. Semi-Annually Feb/Aug 28; Yield to Maturity 1.827%; Moody BAA1 S&P A-; Issued 08/28/07*	8/6/13	132,000.000	114.839 108.077	109.644	151,587.48 142,661.56	**144,730.08**	2,068.52 LT	8,448.00 2,815.99	5.83
METLIFE INC Coupon Rate 6.750%; Matures 06/01/2016; CUSIP 59156RAL2 *Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.050%; Moody A3 S&P A-; Issued 05/29/09*	5/13/14	136,000.000	111.975 105.400	105.201	152,286.00 143,344.47	**143,073.36**	(271.11) LT	9,180.00 739.50	6.41
MICROSOFT CORP Coupon Rate 0.875%; Matures 11/15/2017; CUSIP 594918AP9 *Int. Semi-Annually May/Nov 15; Yield to Maturity .969%; Moody AAA S&P AAA; Issued 11/07/12*	12/19/13	159,000.000	98.749 98.749	99.779	157,010.91 157,010.91	**158,648.61**	1,637.70 LT	1,391.00 173.90	0.87
OCCIDENTAL PETROLEUM CORP Coupon Rate 2.500%; Matures 02/01/2016; CUSIP 674599EZ7 *Int. Semi-Annually Feb/Aug 01; Moody A2 S&P A; Issued 12/16/10*	5/22/13	74,000.000	104.868 101.069	101.233	77,602.32 74,790.77	**74,912.42**	121.65 LT	1,850.00 765.69	2.46
ORACLE CORP Coupon Rate 2.375%; Matures 01/15/2019; CUSIP 68389XAQ8 *Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.939%; Moody A1 S&P AA-; Issued 07/16/13*	9/4/14	154,000.000	101.721 101.411	101.486	156,650.34 156,172.71	**156,288.44**	115.73 ST	3,658.00 1,676.35	2.34
PNC FUNDING CORP Coupon Rate 2.700%; Matures 09/19/2016; CUSIP 693476BM4 *Int. Semi-Annually Mar/Sep 19; Callable $100.00 on 08/19/16; Yield to Call 1.157%; Moody A3 S&P A-; Issued 09/19/11*	2/3/15	150,000.000	102.817 102.120	101.736	154,225.50 153,179.40	**152,604.00**	(575.40) ST	4,050.00 1,136.25	2.65
PROCTER & GAMBLE CO THE Coupon Rate 1.900%; Matures 11/01/2019; CUSIP 742718EG0 *Int. Semi-Annually May/Nov 01; Yield to Maturity 1.842%; Moody AA3 S&P AA-; Issued 11/03/14*	1/22/15	149,000.000	101.461 101.334	100.240	151,176.89 150,987.51	**149,357.60**	(1,629.91) ST	2,831.00 463.96	1.89
RIO TINTO FINANCE (USA) LIMITED Coupon Rate 2.250%; Matures 09/20/2016; CUSIP 767201AP1 *Int. Semi-Annually Mar/Sep 20; Yield to Maturity .971%; Moody A3 S&P A-; Issued 09/19/11*	12/3/13	152,000.000	103.035 101.338	101.550	156,613.20 154,034.32	**154,356.00**	321.68 LT	3,420.00 950.00	2.21
SHELL INTERNATIONAL FIN Coupon Rate 1.900%; Matures 08/10/2018; CUSIP 822582AW2 *Int. Semi-Annually Feb/Aug 10; Yield to Maturity 1.577%; Moody AA1 S&P AA (-); Issued 08/12/13*	9/16/14	155,000.000	100.768 100.617	100.975	156,190.40 155,956.84	**156,511.25**	554.41 ST	2,945.00 1,145.27	1.88
TORONTO-DOMINION BANK Coupon Rate 1.400%; Matures 04/30/2018; CUSIP 89114QAC3 *Int. Semi-Annually Apr/Oct 30; Yield to Maturity 1.475%; Moody AA1 S&P AA-; Issued 04/30/13*	5/16/13	155,000.000	100.281 100.163	99.791	155,435.55 155,252.95	**154,676.05**	(576.90) LT	2,170.00 361.66	1.40

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED TECHNOLOGIES CORP	5/22/13	151,000.000	102.904	101.457	155,385.04			2,718.00	1.77
Coupon Rate 1.800%; Matures 06/01/2017; CUSIP 913017BL2			101.404		153,119.73	**153,200.07**	80.34 LT	218.95	
Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.031%; Moody A2 S&P A; Issued 06/01/12									
UNITEDHEALTH GROUP INC	5/16/13	155,000.000	100.941	100.112	156,458.55			2,170.00	1.39
Coupon Rate 1.400%; Matures 10/15/2017; CUSIP 91324PBY7			100.495		155,768.00	**155,173.60**	(594.40) LT	452.08	
Int. Semi-Annually Apr/Oct 15; Yield to Maturity 1.350%; Moody A3 S&P A+ ; Issued 10/22/12									
US BANCORP	5/22/13	150,000.000	104.520	101.724	156,780.00			3,300.00	2.16
Coupon Rate 2.200%; Matures 11/15/2016; CUSIP 91159H-HB9			101.807		152,709.92	**152,586.00**	(123.92) LT	412.50	
Int. Semi-Annually May/Nov 15; Callable $100.00 on 10/14/16; Yield to Call .852%; Moody A1 S&P A+ ; Issued 11/03/11									
WELLS FARGO CO	1/8/13	130,000.000	119.417	109.872	155,242.10			7,313.00	5.11
Coupon Rate 5.625%; Matures 12/11/2017; CUSIP 949746NX5			109.832		142,781.86	**142,833.60**	51.74 LT	385.93	
Int. Semi-Annually Jun/Dec 11; Yield to Maturity 1.501%; Moody A2 S&P A+ ; Issued 12/10/07									

	Percentage of Assets	Face Value	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CORPORATE FIXED INCOME		**4,461,000.000**	**$4,597,230.75**			**$104,931.00**	**2.31%**
			$4,536,535.42	**$4,539,973.95**	**$9,091.19 LT**	**$22,871.93**	
					$(5,652.66) ST		
TOTAL CORPORATE FIXED INCOME (incl.accr.int.)	**28.7%**			**$4,562,845.88**			

Watchlist and CreditWatch Indicators: (*) = developing/uncertain (+) = On Watchlist/CreditWatch Upgrade (-) = On Watchlist/CreditWatch Downgrade

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	11/29/11	355,000.000	$100.375	$100.758	$356,331.25				
Coupon Rate 1.000%; Matures 10/31/2016; CUSIP 912828RM4			$100.103		$355,366.34	$357,690.90	$2,324.56 LT		
	12/13/11	185,000.000	100.695	100.758	186,286.33				
			100.193		185,356.29	186,402.30	1,046.01 LT		
	Total	540,000.000			542,617.58			5,400.00	0.99
					540,722.63	**544,093.20**	3,370.57 LT	900.00	
Int. Semi-Annually Apr/Oct 30; Moody AAA; Issued 10/31/11									
UNITED STATES TREASURY NOTE	3/5/15	804,000.000	98.461	98.656	791,625.64			10,050.00	1.26
Coupon Rate 1.250%; Matures 01/31/2020; CUSIP 912828H52			98.461		791,625.64	**793,194.24**	1,568.60 ST	4,187.50	
Int. Semi-Annually Jan/Jul 31; Yield to Maturity 1.555%; Moody AAA; Issued 01/31/15									

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	8/15/13	311,000.000	99.270	101.086	308,728.15			4,276.00	1.36
Coupon Rate 1.375%; Matures 06/30/2018; CUSIP 912828VK3			99.270		308,728.15	**314,377.46**	5,649.31 LT	—	
Int. Semi-Annually Jun/Dec 31; Yield to Maturity 1.007%; Moody AAA; Issued 06/30/13									
UNITED STATES TREASURY NOTE	5/29/13	9,000.000	105.379	101.594	9,484.10				
Coupon Rate 2.375%; Matures 03/31/2016; CUSIP 912828KT6			101.426		9,128.37	9,143.46	15.09 LT		
	8/15/13	375,000.000	104.688	101.594	392,578.13				
			101.345		380,042.52	380,977.50	934.98 LT		
	Total	384,000.000			402,062.23			9,120.00	2.33
					389,170.89	**390,120.96**	950.07 LT	2,280.00	
Int. Semi-Annually Mar/Sep 30; Moody AAA; Issued 03/31/09									
UNITED STATES TREASURY NOTE	4/23/13	500,000.000	110.059	104.875	550,293.00				
Coupon Rate 2.750%; Matures 02/28/2018; CUSIP 912828PV0			105.566		527,830.26	524,375.00	(3,455.26) LT		
	6/20/13	721,000.000	106.984	104.875	771,357.52				
			104.015		749,949.79	756,148.75	6,198.96 LT		
	Total	1,221,000.000			1,321,650.52			33,578.00	2.62
					1,277,780.05	**1,280,523.75**	2,743.70 LT	11,192.49	
Int. Semi-Annually Feb/Aug 31; Yield to Maturity .892%; Moody AAA; Issued 02/28/11									
UNITED STATES TREASURY NOTE	7/16/14	744,000.000	105.172	104.070	782,478.94			20,460.00	2.64
Coupon Rate 2.750%; Matures 05/31/2017; CUSIP 912828NG1			103.464		769,773.33	**774,280.80**	4,507.47 ST	1,704.99	
Int. Semi-Annually May/Nov 30; Yield to Maturity .614%; Moody AAA; Issued 05/31/10									
TREASURY SECURITIES		**4,004,000.000**			**$4,149,163.06**			**$82,884.00**	**2.02%**
					$4,077,800.69	**$4,096,590.41**	**$12,713.65 LT**	**$20,264.98**	
							$6,076.07 ST		

FEDERAL AGENCIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
FED HOME LN MTG CORP	10/26/12	950,000.000	$100.513	$100.236	$954,873.50				
Coupon Rate 1.000%; Matures 09/29/2017; CUSIP 3137EADL0			$100.237		$952,250.90	$952,242.00	$(8.90) LT		
	2/7/13	225,000.000	100.617	100.236	226,388.25				
			100.301		225,678.10	225,531.00	(147.10) LT		
	Total	1,175,000.000			1,181,261.75			11,750.00	0.99
					1,177,929.00	**1,177,773.00**	(156.00) LT	2,970.13	
Int. Semi-Annually Mar/Sep 29; Yield to Maturity .894%; Moody AAA S&P AA+ ; Issued 08/10/12									
FED HOME LN MTG CORP	5/23/13	780,000.000	104.739	101.772	816,960.30			15,600.00	1.96
Coupon Rate 2.000%; Matures 08/25/2016; CUSIP 3137EAEW7			101.684		793,137.47	**793,821.60**	684.13 LT	5,416.66	
Int. Semi-Annually Feb/Aug 25; Moody AAA S&P AA+ ; Issued 07/08/11									

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
FED NATL MTG ASSN	12/4/14	640,000.000	99.163	99.754	634,643.20			5,600.00	0.87
Coupon Rate 0.875%; Matures 02/08/2018; CUSIP 3135G0TG8			99.163		634,643.19	**638,425.60**	3,782.41 ST	2,208.88	
Int. Semi-Annually Feb/Aug 08; Yield to Maturity .971%; Moody AAA S&P AA+ ; Issued 01/07/13									
FED NATL MTG ASSN	11/4/14	425,000.000	100.799	100.759	428,395.75				
Coupon Rate 1.125%; Matures 04/27/2017; CUSIP 3135G0JA2			100.589		427,503.48	428,225.75	722.27 ST		
	12/11/14	476,000.000	100.685	100.759	479,260.60				
			100.527		478,506.92	479,612.84	1,105.92 ST		
	Total	901,000.000			907,656.35			10,136.00	1.11
					906,010.40	**907,838.59**	1,828.19 ST	1,773.84	
Int. Semi-Annually Apr/Oct 27; Yield to Maturity .706%; Moody AAA S&P AA+ ; Issued 03/01/12									
FED NATL MTG ASSN	11/8/13	613,000.000	101.457	101.037	621,931.41			7,663.00	1.23
Coupon Rate 1.250%; Matures 01/30/2017; CUSIP 3135G0GX3			100.720		617,416.20	**619,356.81**	1,940.61 LT	3,192.70	
Int. Semi-Annually Jan/Jul 30; Yield to Maturity .591%; Moody AAA S&P AA+ ; Issued 01/09/12									
FED NATL MTG ASSN	5/4/15	641,000.000	99.290	98.814	636,448.90			9,615.00	1.51
Coupon Rate 1.500%; Matures 06/22/2020; CUSIP 3135G0D75			99.290		636,448.90	**633,397.74**	(3,051.16) ST	213.66	
Int. Semi-Annually Jun/Dec 22; Yield to Maturity 1.750%; Moody AAA S&P AA+ ; Issued 04/27/15									
FED NATL MTG ASSN	3/7/14	705,000.000	99.778	101.210	703,434.90			11,456.00	1.60
Coupon Rate 1.625%; Matures 11/27/2018; CUSIP 3135G0YT4			99.778		703,434.90	**713,530.50**	10,095.60 LT	1,050.15	
Int. Semi-Annually May/Nov 27; Yield to Maturity 1.261%; Moody AAA S&P AA+ ; Issued 10/01/13									
FED NATL MTG ASSN	6/17/14	581,000.000	100.790	101.885	585,589.90				
Coupon Rate 1.875%; Matures 02/19/2019; CUSIP 3135G0ZA4			100.620		584,601.75	591,951.85	7,350.10 LT		
	12/11/14	309,000.000	101.429	101.885	313,415.61				
			101.245		312,847.68	314,824.65	1,976.97 ST		
	Total	890,000.000			899,005.51			16,688.00	1.84
					897,449.43	**906,776.50**	7,350.10 LT 1,976.97 ST	6,072.39	
Int. Semi-Annually Feb/Aug 19; Yield to Maturity 1.342%; Moody AAA S&P AA+ ; Issued 01/13/14									
FED NATL MTG ASSN	3/4/14	385,000.000	101.625	102.159	391,256.25				
Coupon Rate 1.875%; Matures 09/18/2018; CUSIP 3135G0WW9			101.162		389,475.56	393,312.15	3,836.59 LT		
	2/9/15	314,000.000	102.075	102.159	320,515.50				
			101.854		319,821.08	320,779.26	958.18 ST		
	Total	699,000.000			711,771.75			13,106.00	1.83
					709,296.64	**714,091.41**	3,836.59 LT 958.18 ST	3,713.43	
Int. Semi-Annually Mar/Sep 18; Yield to Maturity 1.189%; Moody AAA S&P AA+ ; Issued 08/23/13									

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

FEDERAL AGENCIES		7,044,000.000	$7,113,114.07 $7,075,766.13	$7,105,011.75	$23,751.03 LT $5,494.59 ST	$101,614.00 $26,611.84	1.43%
	Percentage of Assets	Face Value	Orig Total Cost Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income Accrued Interest	Current Yield %
GOVERNMENT SECURITIES		11,048,000.000	$11,262,277.13 $11,153,566.82	$11,201,602.16	$36,464.68 LT $11,570.66 ST	$184,498.00 $46,876.82	1.65%
TOTAL GOVERNMENT SECURITIES (incl.accr.int.)	70.7%			$11,248,478.98			
	Percentage of Assets		Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income Accrued Interest	Current Yield %
TOTAL MARKET VALUE			$15,690,102.24	$15,846,320.16	$45,555.87 LT $5,918.00 ST	$289,450.00 $69,748.75	1.82%
TOTAL VALUE (includes accrued interest)	100.0%			$15,916,068.91			

Unrealized Gain/(Loss) totals only reflect positions that have cost basis and/or market value information available. Cash, MMF, Deposits and positions stating 'Please Provide' are not included.

ACTIVITY

CASH FLOW ACTIVITY BY DATE

Transaction Date	Settlement Date	Activity Type	Description	Comments	Quantity	Price	Credits/(Debits)
6/1	6/1	Interest Income	METLIFE INC 6750 16JN01	CUSIP: 59156RAU2			$4,590.00
6/1	6/1	Interest Income	UNITED TECH CORP 1800 17JN01	CUSIP: 913017BU2			1,359.00
6/11	6/11	Interest Income	WELLS FARGO CO 5625 17DE11	CUSIP: 949746NX5			3,656.25
6/13	6/13	Interest Income	BANK OF NOVA 1100 16DE13	CUSIP: 064159DA1			852.50
6/15	6/15	Interest Income	COMCAST CORP 4950 16JN15	CUSIP: 20030NAG6			3,341.25
6/15	6/15	Interest Income	HOME DEPOT INC 2000 *19JN15	CUSIP: 437076BE1			1,550.00
6/15	6/15	Interest Income	DUKE ENERGY 1750 16DE15	CUSIP: 26442CAL8			1,330.00
6/17	6/22	Sold	GLAXOSMITHKLINE 0700 16MH18	ACCRUED INTEREST ACTED AS AGENT	285.13	156,000.000 100.0820	156,413.05
6/17	6/22	Sold	COMCAST CORP 4950 16JN15	ACCRUED INTEREST ACTED AS AGENT	129.94	135,000.000 104.0840	140,643.34
6/17	6/22	Bought	CISCO SYSTEMS INC 2450 20JN15	ACCRUED INTEREST ACTED AS AGENT	54.10	159,000.000 100.1120	(159,232.18)
6/17	6/22	Bought	COMCAST CORP 5150 20MH01	ACCRUED INTEREST ACTED AS AGENT	2,207.20	139,000.000 112.4940	(158,573.86)

CASH FLOW ACTIVITY BY DATE (CONTINUED)

Transaction Date	Settlement Date	Activity Type	Description	Comments	Quantity	Price	Credits/(Debits)
6/22	6/22	Interest Income	FNMA 1500 20JN22	CUSIP: 3135G0D75			1,468.96
6/30	6/30	Interest Income	US TSY NOTE 1375 18JN30	CUSIP: 912828VK3			2,138.13
6/30	6/30	Interest Income	MORGAN STANLEY BANK N.A. (Period 06/01-06/30)				1.83
NET CREDITS/(DEBITS)							**$(461.73)**

Purchase and Sale transactions above may have received an average price execution. Details regarding the actual prices are available upon request.

MONEY MARKET FUND (MMF) AND BANK DEPOSIT PROGRAM ACTIVITY

Date	Activity Type	Description	Credits/(Debits)
6/1	Automatic Investment	BANK DEPOSIT PROGRAM	$10,230.00
6/2	Automatic Investment	BANK DEPOSIT PROGRAM	5,949.00
6/11	Automatic Investment	BANK DEPOSIT PROGRAM	3,656.25
6/15	Automatic Investment	BANK DEPOSIT PROGRAM	7,073.75
6/22	Automatic Redemption	BANK DEPOSIT PROGRAM	(19,280.69)
6/30	Automatic Investment	BANK DEPOSIT PROGRAM	2,138.13
6/30	Automatic Investment	BANK DEPOSIT PROGRAM	1.83
NET ACTIVITY FOR PERIOD			**$9,768.27**

REALIZED GAIN/(LOSS) DETAIL

LONG-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
COMCAST CORP 4.950 6-15-16	02/13/13	06/17/15	135,000.000	$140,513.40	$140,063.47	$449.93	
GLAXOSMITHKLINE .700 3-18-16	05/21/13	06/17/15	156,000.000	156,127.92	156,037.89	90.03	
Long-Term This Period				**$296,641.32**	**$296,101.36**	**$539.96**	
Long-Term Year to Date				**$1,958,261.92**	**$1,953,343.14**	**$4,918.78**	

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)
Net Realized Gain/(Loss) This Period	**$296,641.32**	**$296,101.36**	**$539.96**
Net Realized Gain/(Loss) Year to Date	**$2,748,925.65**	**$2,734,760.96**	**$14,164.69**

Treasury regulations require that we report on Form 1099-B a) adjusted cost basis on the sale of covered securities acquired on or after 1/1/11 (or the applicable date for the type of security), b) the gain or loss as either long-term or short-term, and c) basis adjustments on covered securities due to wash sales, certain corporate actions and transfers by gift or inheritance. This section may not reflect all the basis adjustments required when filing your tax return. Refer to the Expanded Disclosures.

MESSAGES

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Bank Deposit Program Fee Changes

Effective July 1, 2015, the calculation of the fee that Morgan Stanley Bank, N.A. and Morgan Stanley Private Bank, National Association (together, "the Morgan Stanley Banks") pay Morgan Stanley Smith Barney LLC ("Morgan Stanley") for the services it performs as part of the Bank Deposit Program ("BDP") will change. Previously this fee was equal to a percentage of the average daily deposit balances held in BDP at Morgan Stanley. Beginning July 1, 2015, the Morgan Stanley Banks will pay Morgan Stanley an annual account-based flat fee.

For additional information on BDP, including complete details on how the Morgan Stanley Banks pay Morgan Stanley, please review the Bank Deposit Program Disclosure Statement at http://www.morganstanley.com/wealth-investmentstrategies/pdf/BDP_disclosure.pdf.

If you have any questions, please do not hesitate to contact your Financial Advisor or Private Wealth Advisor.

Morgan Stanley Smith Barney LLC ("Morgan Stanley") is a registered Broker/Dealer and not a bank. Where appropriate, Morgan Stanley has entered into arrangements with banks and other third parties to assist in offering certain banking related products and services. Investment services are offered through Morgan Stanley.

Unless specifically disclosed in writing, investment, insurance and annuity products offered through Morgan Stanley are not insured by the FDIC, are not deposits or other obligations of, or guaranteed by, a bank and involve investment risks, including possible loss of principal amount invested.

Important Information about Free Credit Balances and Sweep Programs

Recently the SEC amended rules regarding the treatment of free credit balances and sweep programs for money market funds and bank deposits. In accordance with these rule amendments, Morgan Stanley may, after providing you with 30 day notice: (A) make changes to the terms and conditions of our sweep program; (B) make changes to the terms and conditions of a product currently available through our sweep program; (C) change, add or delete products available through our sweep program; or (D) change your investment through the sweep program from one product to another.

Please contact your Financial Advisor or Private Wealth Advisor if you have any questions.

Important Information About Advisory Accounts

Please notify your Financial Advisor if there have been any changes in your financial situation or investment objectives, or if you wish to impose any reasonable restrictions on the management of your Investment Advisory accounts, or to reasonably modify existing restrictions.

For a copy of the applicable ADV Brochure for Morgan Stanley Smith Barney LLC, or for any Investment Adviser with whom we contract to manage your investment advisory account, please contact your Financial Advisor. These ADV Brochures contain important information about advisory programs.

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2015/16 First Quarter Investment Report

Wealth Management
1478 Stone Point Dr Suite 500
Roseville, CA 95661

tel 916 797 7742 or 888 335 6370
fax 916 797 7750

Morgan Stanley

October 1, 2015

Kimberly Dennis, Executive Director
ACSIG – Alameda County Schools Insurance Group
PO Box 2487
Dublin, CA 94568-0710

Dear Board:

Please find attached your most recent portfolio summary. I certify that your portfolio is in compliance with California government code sections 53600 and 53601 as well as your current investment policy statement as of the date of this report.

Investment Summary Dollar Weighted Return % (Net of fees)

Date of Report	09/30/15
Inception date	07/12/10
Beginning Total Value	$9,999,850.00
Net Contributions/Withdrawals	$5,033,025.75
Investment Earnings	$976,671.32
Total Ending Value	$16,009,547.07
Current Quarter	0.59%
Year to Date	1.390%
Since Inception (annualized % per year)	1.33%

Time Weighted Return % by Period (Net of fees)

Last 3 Years (annualized % per year)	0.85%
Last 5 Years (annualized % per year)	-
Year 2010	0.29%
Year 2011	1.91%
Year 2012	2.44%
Year 2013	-0.03%
Year 2014	1.01%
Year 2015	1.39%
Corporate bonds as percentage of portfolio	28.97%

More details on the portfolio summary are attached. Please contact me with any questions.

Sincerely,



Cary M. Allison, CIMA®
Senior Institutional Consultant
www.morganstanley.com
cary.allison@morganstanley.com

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Morgan Stanley

Fixed Income Report

Prepared on October 01, 2015

Prepared For: **Alameda County Schools Ins Group**

Account No. 171-041349

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

Cary Allison
Financial Advisor
Senior Vice President
Tel: +1 916 797-7742
Cary.Allison@morganstanley.com
http://www.morganstanleyfa.com/cary.allison

Your Branch:
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661

Please review the disclosures and definitions at the end of this Document.

TABLE OF CONTENTS

Account(s) Included In This Report	3
Investment Summary Dollar Weighted Returns - Advisory Assets Only	4
Time Weighted Performance Summary - Advisory Assets Only	5
Time Weighted Performance By Period - Advisory Assets Only	6
Risk Vs. Return - Advisory Assets Only	7
Fixed Income & Preferreds Quality, Maturity And Asset Allocation	8
Positions: Fixed Income Detail	9
Disclosures	14

Various sub-sections of this Document may not contain information on all accounts/positions covered in this Document.

ACCOUNT(S) INCLUDED IN THIS REPORT

Account No. 171-041349

Reporting Currency: USD

ACCOUNT(S) DETAIL

Account Name and Address	Account Type	Advisory/Brokerage	Account Number	Date Opened	Date Closed
Alameda County Schools Ins Group P O Box 2487 DUBLIN	Consulting and Evaluation Services	Advisory	171-041349	04/27/10	

All content within this Document applies to the accounts listed above or a subset thereof, unless otherwise indicated.

INVESTMENT SUMMARY DOLLAR WEIGHTED RETURNS - ADVISORY ASSETS ONLY

Morgan Stanley

Account No. 171-041349

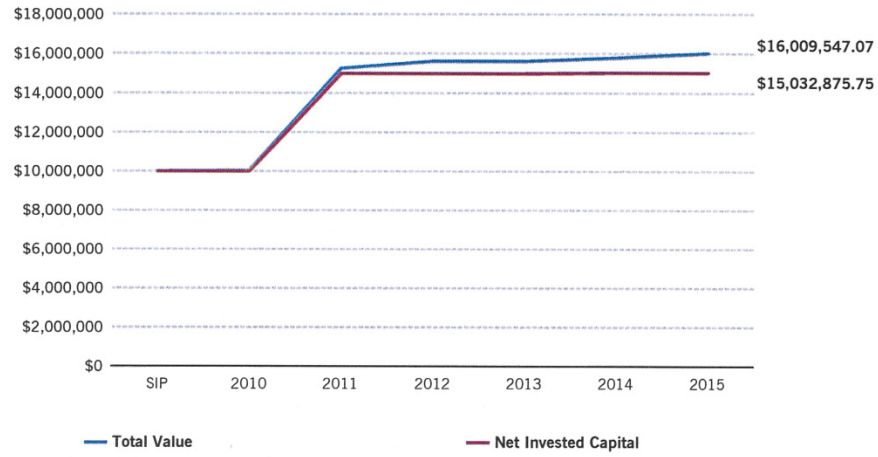
As of September 30, 2015 | Reporting Currency: USD

CHANGE IN VALUE AND RETURN % (NET OF FEES)

	Quarter to Date 06/30/15-09/30/15	Year to Date 12/31/14-09/30/15	Performance Inception 07/12/10-09/30/15
Beginning Total Value	**$15,915,884.25**	**$15,789,357.87**	**$9,999,850.00**
Net Contributions/Withdrawals	0.00	0.00	5,033,025.75
Investment Earnings	93,662.82	220,189.20	976,671.32
Ending Total Value	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**
DOLLAR WEIGHTED RATE OF RETURN			
Return % (Net of Fees)	0.59%	1.39%	1.33%

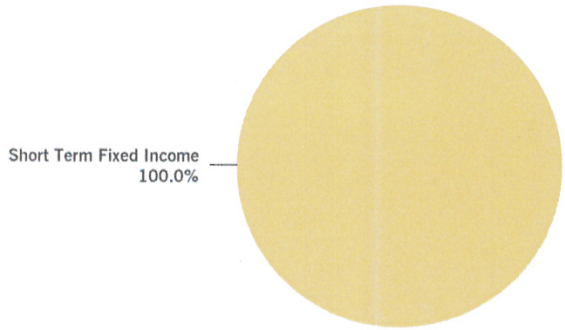
Does not include Performance Ineligible Assets.

TOTAL VALUE VS. NET INVESTED CAPITAL



Does not include Performance Ineligible Assets.

ASSET ALLOCATION



INCOME SUMMARY

	Year To Date 01/01/15-09/30/15	Projected Remaining Year (Until 12/31) 10/01/15-12/31/15	Projected Next 12 Months 11/01/15-10/31/16
INCOME BY ASSET CLASS			
Cash	$17.59	$0.00	-
Fixed Income & Preferreds	222,426.07	59,025.00	284,046.00
Total Income	**$222,443.66**	**$59,025.00**	**$284,046.00**
INCOME BY TAX CATEGORY			
Taxable	222,443.66	59,025.00	284,046.00
Non Taxable	-	-	-
Tax Deferred	0.00	-	-
Total Income	**$222,443.66**	**$59,025.00**	**$284,046.00**

Income Summary does not include income from external assets.

Inception dates for advisory account(s) reflect the most recent advisory program or discretion change.

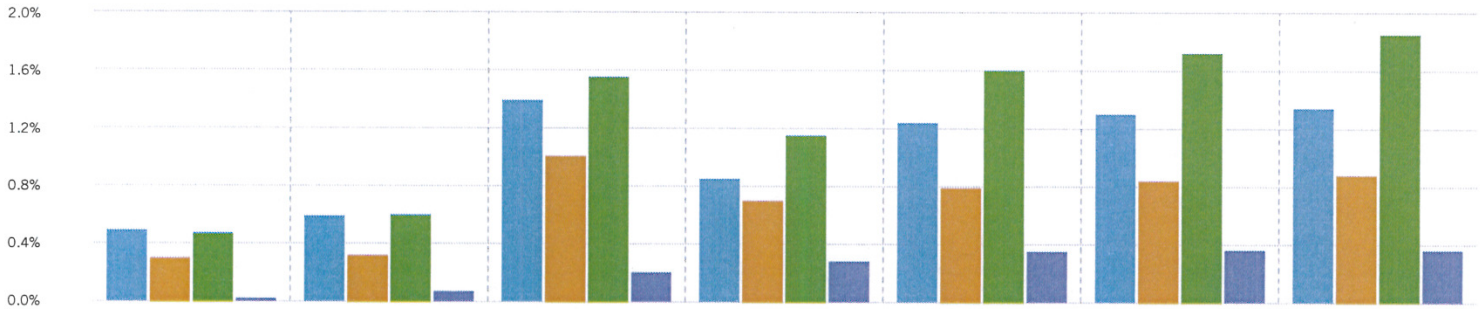
TIME WEIGHTED PERFORMANCE SUMMARY - ADVISORY ASSETS ONLY

Morgan Stanley

Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

RETURN % (NET OF FEES) VS. BENCHMARKS



	Month to Date 08/31/15 - 09/30/15	Quarter to Date 06/30/15 - 09/30/15	Year to Date 12/31/14 - 09/30/15	Last 3 Years 09/30/12 - 09/30/15	Last 5 Years 09/30/10 - 09/30/15	Performance Inception Month End 07/31/10 - 09/30/15	Performance Inception 07/12/10 - 09/30/15
Beginning Total Value	**$15,932,203.51**	**$15,915,884.25**	**$15,789,357.87**	**$15,574,837.84**	**$10,078,017.02**	**$10,025,516.38**	**$9,999,850.00**
Net Contributions/Withdrawals	0.00	0.00	0.00	32,875.75	5,032,875.75	5,032,875.75	5,033,025.75
Investment Earnings	77,343.56	93,662.82	220,189.20	401,833.48	898,654.30	951,154.94	976,671.32
Ending Total Value	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**	**$16,009,547.07**
Return % (Net of Fees)	**0.49**	**0.59**	**1.39**	**0.85**	**1.24**	**1.30**	**1.34**
BC Gov 1-3 Yr	*0.30*	*0.32*	*1.01*	*0.70*	*0.79*	*0.84*	*0.88*
BC Gov/Cr 1-5 yr	*0.47*	*0.60*	*1.55*	*1.15*	*1.60*	*1.72*	*1.85*
Citi CD 6 Month	*0.02*	*0.07*	*0.20*	*0.28*	*0.35*	*0.36*	*0.36*

Inception dates for advisory account(s) reflect the most recent advisory program or discretion change.
The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.

TIME WEIGHTED PERFORMANCE BY PERIOD - ADVISORY ASSETS ONLY

Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

RETURN % (NET OF FEES) VS. BENCHMARKS

From 07/12/10 - 09/30/15

Period	Beginning Total Value	Net Contributions/ Withdrawals	Investment Earnings	Ending Total Value	Period Returns%			
					Portfolio (Net of Fees)	BC Gov 1-3 Yr	BC Gov/Cr 1-5 yr	Citi CD 6 Month
2015 (YTD)	**$15,789,357.87**	**$0.00**	**$220,189.20**	**$16,009,547.07**	**1.39%**	**1.01%**	**1.55%**	**0.20%**
3QTR	*15,915,884.25*	*0.00*	*93,662.82*	*16,009,547.07*	*0.59*	*0.32*	*0.60*	*0.07*
September	15,932,203.51	0.00	77,343.56	16,009,547.07	0.49	0.30	0.47	0.02
August	15,933,478.21	0.00	-1,274.70	15,932,203.51	-0.01	-0.04	-0.05	0.02
July	15,915,884.25	0.00	17,593.97	15,933,478.21	0.11	0.06	0.18	0.02
2QTR	*15,924,833.29*	*0.00*	*-8,949.04*	*15,915,884.25*	*-0.06*	*0.15*	*-0.02*	*0.07*
June	15,934,895.12	0.00	-19,010.88	15,915,884.25	-0.12	0.02	-0.18	0.02
May	15,925,173.22	0.00	9,721.90	15,934,895.12	0.06	0.07	0.09	0.02
April	15,924,833.29	0.00	339.93	15,925,173.22	0.00	0.05	0.07	0.02
1QTR	*15,789,357.87*	*0.00*	*135,475.42*	*15,924,833.29*	*0.86*	*0.54*	*0.96*	*0.07*
March	15,864,378.70	0.00	60,454.59	15,924,833.29	0.38	0.24	0.39	0.02
February	15,912,423.28	0.00	-48,044.58	15,864,378.70	-0.30	-0.22	-0.38	0.02
January	15,789,357.87	0.00	123,065.42	15,912,423.28	0.78	0.52	0.96	0.02
2014	**$15,597,806.94**	**$32,875.75**	**$158,675.18**	**$15,789,357.87**	**1.01%**	**0.64%**	**1.42%**	**0.27%**
2013	**$15,600,964.10**	**$0.00**	**-$3,157.16**	**$15,597,806.94**	**-0.03%**	**0.37%**	**0.28%**	**0.27%**
2012	**$15,229,289.11**	**$0.00**	**$371,674.99**	**$15,600,964.10**	**2.44%**	**0.51%**	**2.24%**	**0.49%**
2011	**$10,028,996.97**	**$5,000,000.00**	**$200,292.14**	**$15,229,289.11**	**1.91%**	**1.56%**	**3.14%**	**0.39%**
2010 Performance Inception: 07/12/10	**$9,999,850.00**	**$150.00**	**$28,996.97**	**$10,028,996.97**	**0.29%**	**0.53%**	**1.03%**	**0.25%**

Inception dates for advisory account(s) reflect the most recent advisory program or discretion change.
The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.

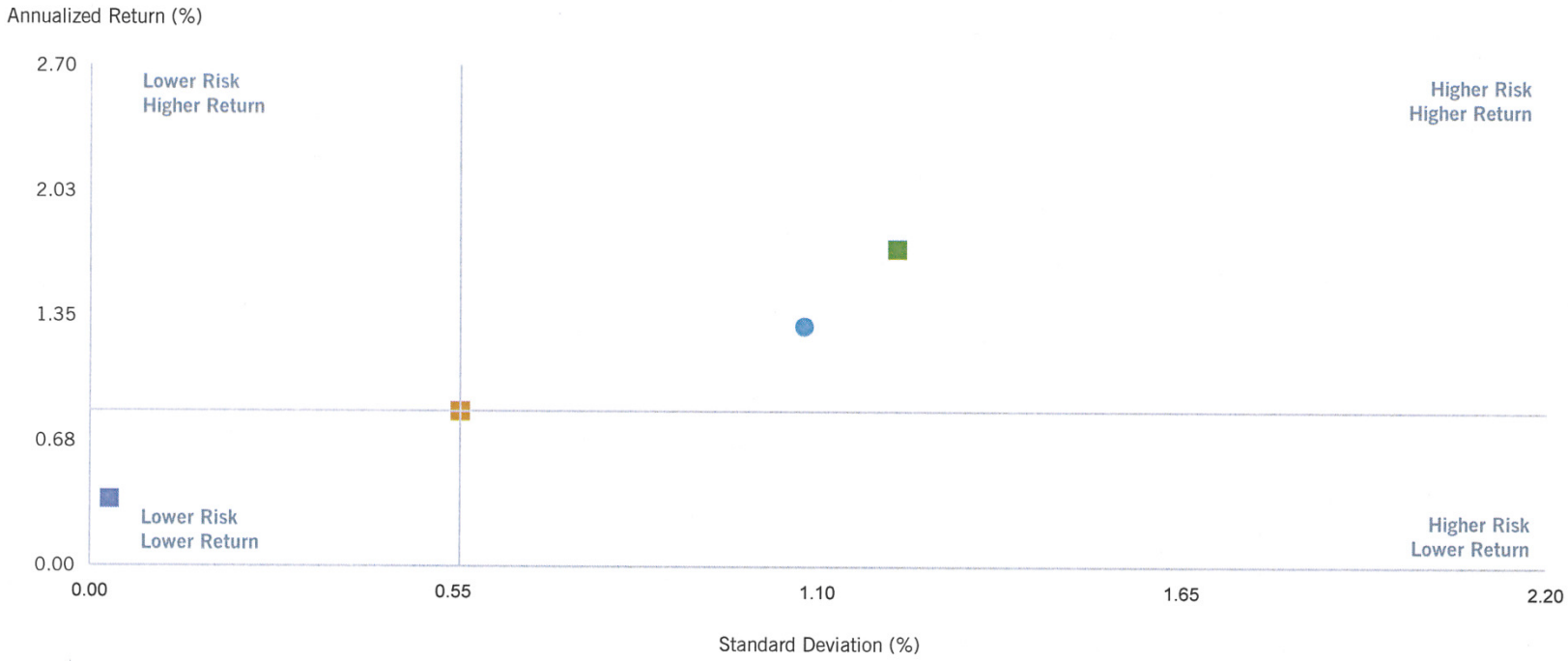
RISK VS. RETURN - ADVISORY ASSETS ONLY

Morgan Stanley

Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

RETURN % (NET OF FEES) AND VOLATILITY VS. BENCHMARKS



	Return % (Net of Fees) 07/31/10-09/30/15	Standard Deviation 07/31/10-09/30/15 (%)
Portfolio	1.30%	1.08%
BC Gov 1-3 Yr	*0.84*	*0.56*
BC Gov/Cr 1-5 yr	*1.72*	*1.22*
Citi CD 6 Month	*0.36*	*0.03*

Inception dates for advisory account(s) reflect the most recent advisory program or discretion change.
The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.

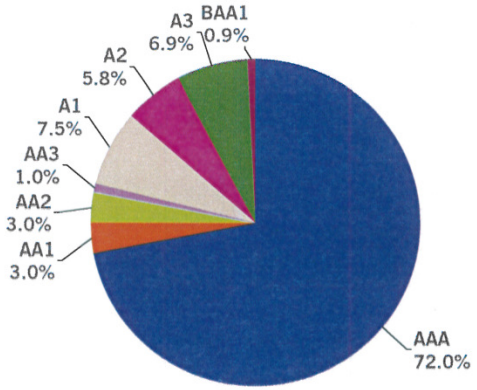
FIXED INCOME & PREFERREDS QUALITY, MATURITY AND ASSET ALLOCATION

Morgan Stanley

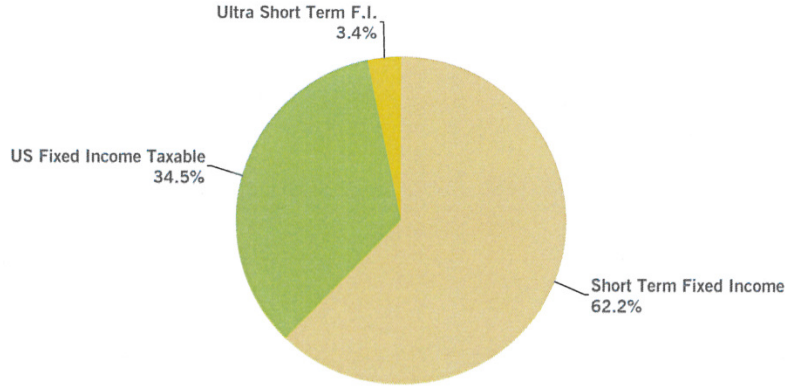
Account No. 171-041349

As of September 30, 2015 | Reporting Currency: USD

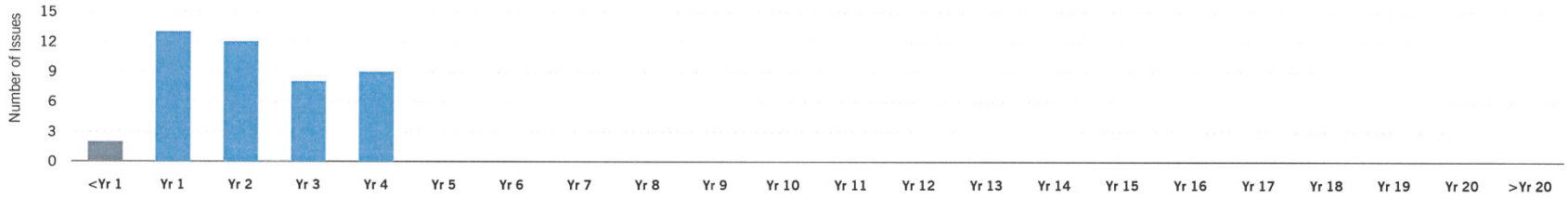
FIXED INCOME AND PREFERREDS QUALITY ANALYSIS



FIXED INCOME AND PREFERREDS ASSET ALLOCATION



MATURITY SCHEDULE



	Number of Issues	Total Value 09/30/15	% of Fixed Income & Preferreds
Less than 1 yr	2	$532,592.10	3.4%
1-5 yrs	42	15,325,417.29	96.6
6-10 yrs	0	0.00	0.0
11-15 yrs	0	0.00	0.0
16-20 yrs	0	0.00	0.0
More than 20 yrs	0	0.00	0.0
Others	0	0.00	0.0
Total Fixed Income & Preferreds	**44**	**$15,858,009.39**	**100.0%**

Others includes securities without maturities, such as mutual funds. These securities are not included on the chart.

CORPORATE FIXED INCOME

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
AMERICAN EXPRESS CREDIT	$157,421.10 $157,186.80	$155,000.00	$100.35	$155,542.50 $155,978.44	-$1,644.30	2.24% 2.22%	0.98%
Cusip: 0258M0DP1, Moody's Rating: A2, S & P Rating: A-, Maturity Date: 8/15/2019, Coupon: 2.250, Accrued Interest: $435.938							
ANHEUSER-BUSCH INBEV WOR	156,970.32 156,519.44	156,000.00	99.97	155,954.76 156,401.63	-564.68	1.37 1.37	0.99
Cusip: 03523TBN7, Moody's Rating: A2, S & P Rating: A, Maturity Date: 7/15/2017, Coupon: 1.375, Accrued Interest: $446.874							
APPLE INC	158,291.98 158,291.98	161,000.00	98.92	159,259.59 159,613.12	967.61	1.56 1.57	1.01
Cusip: 037833AX8, Moody's Rating: AA1, S & P Rating: AA+, Maturity Date: 2/7/2020, Coupon: 1.550, Accrued Interest: $353.529							
BANK OF NEW YORK MELLON	158,589.34 158,580.75	158,000.00	100.89	159,412.52 160,103.77	831.77	2.08 2.09	1.01
Cusip: 06406HCP2, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 1/15/2019, Coupon: 2.100, Call Date: 12/15/2018, Call Price: 100.000, Accrued Interest: $691.248							
BANK OF NOVA SCOTIA	155,230.95 155,093.61	155,000.00	100.19	155,286.75 155,793.51	193.14	1.09 1.09	0.98
Cusip: 064159DA1, Moody's Rating: AA2, S & P Rating: A+, Maturity Date: 12/13/2016, Coupon: 1.100, Accrued Interest: $506.763							
BB&T CORPORATION	153,494.52 151,779.60	151,000.00	101.32	152,991.69 153,063.83	1,212.09	2.12 2.14	0.97
Cusip: 05531FAK9, Moody's Rating: A2, S & P Rating: A-, Maturity Date: 3/22/2017, Coupon: 2.150, Call Date: 2/22/2017, Call Price: 100.000, Accrued Interest: $72.143							
BERKSHIRE HATHAWAY INC	158,767.82 158,726.97	157,000.00	101.75	159,745.93 160,167.21	1,018.96	2.06 2.07	1.01
Cusip: 084670BL1, Moody's Rating: AA2, S & P Rating: AA, Maturity Date: 8/14/2019, Coupon: 2.100, Accrued Interest: $421.283							
BHP BILLITON FIN USA LTD	155,845.60 152,938.86	152,000.00	100.87	153,320.88 154,342.13	382.02	1.85 1.86	0.97
Cusip: 055451AK4, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 11/21/2016, Coupon: 1.875, Accrued Interest: $1021.248							
BNP PARIBAS	156,121.68 156,086.60	156,000.00	101.84	158,870.40 159,008.42	2,783.80	2.40 2.44	1.00
Cusip: 05574LXH6, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 3/17/2019, Coupon: 2.450, Accrued Interest: $138.016							
CISCO SYSTEMS INC	159,178.08 159,168.68	159,000.00	101.53	161,429.52 162,544.07	2,260.84	2.41 2.44	1.03
Cusip: 17275RAX0, Moody's Rating: A1, S & P Rating: AA-, Maturity Date: 6/15/2020, Coupon: 2.450, Accrued Interest: $1114.545							
COMCAST CORP	156,366.66 155,386.32	139,000.00	112.90	156,924.05 157,500.71	1,537.73	4.56 4.61	0.99
Cusip: 20030NBA8, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 3/1/2020, Coupon: 5.150, Accrued Interest: $576.657							
DUKE ENERGY CAROLINAS	155,699.68 153,671.44	152,000.00	100.81	153,231.20 154,007.03	-440.24	1.73 1.73	0.97

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

CORPORATE FIXED INCOME (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
Cusip: 26442CAL8, Moody's Rating: AA2, S & P Rating: A, Maturity Date: 12/15/2016, Coupon: 1.750, Accrued Interest: $775.832							
GENERAL ELECTRIC CAPITAL CORP	155,608.50	150,000.00	102.05	153,069.00	1,081.41	2.25	0.97
	151,987.59			154,535.25		2.27	
Cusip: 36962G5W0, Moody's Rating: A1, S & P Rating: AA+, Maturity Date: 4/27/2017, Coupon: 2.300, Accrued Interest: $1466.250							
GOLDMAN SACHS GROUP INC	156,396.55	155,000.00	100.86	156,326.80	507.88	1.48	0.99
	155,818.92			156,719.92		1.49	
Cusip: 38141GVK7, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 4/30/2018, Coupon: 1.497, Accrued Interest: $393.117							
HOME DEPOT INC	158,093.80	155,000.00	101.09	156,687.95	-1,091.86	1.97	0.99
	157,779.81			157,592.12		1.96	
Cusip: 437076BE1, Moody's Rating: A2, S & P Rating: A, Maturity Date: 6/15/2019, Coupon: 2.000, Call Date: 5/15/2019, Call Price: 100.000, Accrued Interest: $904.166							
INTEL CORP	79,932.20	79,000.00	101.33	80,047.54	119.92	2.41	0.51
	79,927.62			80,375.50		2.41	
Cusip: 458140AQ3, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 7/29/2020, Coupon: 2.450, Accrued Interest: $327.959							
JP MORGAN CHASE & CO	156,715.85	155,000.00	100.45	155,703.70	-307.57	1.18	0.98
	156,011.27			156,038.16		1.18	
Cusip: 46625HJF8, Moody's Rating: A3, S & P Rating: A, Maturity Date: 1/25/2018, Coupon: 1.195, Accrued Interest: $334.462							
MERCK & CO INC	156,048.70	158,000.00	100.05	158,077.42	2,028.72	1.29	1.00
	156,048.70			158,830.55		1.31	
Cusip: 58933YAG0, Moody's Rating: A2, S & P Rating: AA, Maturity Date: 5/18/2018, Coupon: 1.300, Accrued Interest: $753.132							
MERRILL LYNCH & CO	151,587.48	132,000.00	108.52	143,245.08	1,801.92	5.89	0.91
	141,443.16			143,996.01		5.97	
Cusip: 59018YJ69, Moody's Rating: BAA1, S & P Rating: A-, Maturity Date: 8/28/2017, Coupon: 6.400, Accrued Interest: $750.932							
METLIFE INC	152,286.00	136,000.00	103.95	141,372.00	48.28	6.49	0.91
	141,323.72			144,406.50		6.49	
Cusip: 59156RAU2, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 6/1/2016, Coupon: 6.750, Accrued Interest: $3034.500							
MICROSOFT CORP	157,010.91	159,000.00	100.10	159,165.36	2,154.45	0.87	1.01
	157,010.91			159,687.08		0.88	
Cusip: 594918AP9, Moody's Rating: AAA, S & P Rating: AAA, Maturity Date: 11/15/2017, Coupon: 0.875, Accrued Interest: $521.719							
ORACLE CORP	156,650.34	154,000.00	101.93	156,969.12	946.94	2.33	1.00
	156,022.18			157,731.10		2.34	
Cusip: 68389XAQ8, Moody's Rating: A1, S & P Rating: AA-, Maturity Date: 1/15/2019, Coupon: 2.375, Accrued Interest: $761.978							
PNC FUNDING CORP	158,731.86	142,000.00	112.16	159,264.36	754.05	4.56	1.01
	158,510.31			160,315.55		4.58	
Cusip: 693476BJ1, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 2/8/2020, Coupon: 5.125, Accrued Interest: $1051.193							

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

CORPORATE FIXED INCOME (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
PROCTER & GAMBLE CO/THE	151,176.89	149,000.00	101.02	150,525.76	-349.57	1.88	0.96
	150,875.33			151,697.48		1.88	
Cusip: 742718EG0, Moody's Rating: AA3, S & P Rating: AA-, Maturity Date: 11/1/2019, Coupon: 1.900, Accrued Interest: $1171.718							
SHELL INTERNATIONAL FIN	156,190.40	155,000.00	101.14	156,760.80	879.94	1.87	0.99
	155,880.86			157,169.83		1.88	
Cusip: 822582AW2, Moody's Rating: AA1, S & P Rating: AA-, Maturity Date: 8/10/2018, Coupon: 1.900, Accrued Interest: $409.026							
TORONTO-DOMINION BANK	155,435.55	155,000.00	99.48	154,198.65	-1,032.11	1.40	0.98
	155,230.76			155,102.82		1.39	
Cusip: 89114QAG3, Moody's Rating: AA1, S & P Rating: AA-, Maturity Date: 4/30/2018, Coupon: 1.400, Accrued Interest: $904.166							
UNITED TECHNOLOGIES CORP	155,385.04	151,000.00	101.20	152,813.51	-28.97	1.77	0.97
	152,842.48			153,711.96		1.77	
Cusip: 913017BU2, Moody's Rating: A3, S & P Rating: A-, Maturity Date: 6/1/2017, Coupon: 1.800, Accrued Interest: $898.450							
UNITEDHEALTH GROUP INC	159,338.40	156,000.00	102.32	159,623.88	300.18	2.63	1.01
	159,323.70			160,407.78		2.64	
Cusip: 91324PCM2, Moody's Rating: A3, S & P Rating: A+, Maturity Date: 7/15/2020, Coupon: 2.700, Accrued Interest: $783.898							
US BANCORP	156,780.00	150,000.00	101.46	152,182.50	-30.60	2.16	0.97
	152,213.10			153,420.00		2.16	
Cusip: 91159HHB9, Moody's Rating: A1, S & P Rating: A+, Maturity Date: 11/15/2016, Coupon: 2.200, Call Date: 10/14/2016, Call Price: 100.000, Accrued Interest: $1237.500							
WELLS FARGO CO	155,242.10	130,000.00	108.74	141,367.20	-113.19	5.17	0.91
	141,480.39			143,581.26		5.17	
Cusip: 949746NX5, Moody's Rating: A2, S & P Rating: A+, Maturity Date: 12/11/2017, Coupon: 5.625, Accrued Interest: $2214.062							
Corporate Fixed Income Total	$4,610,588.30	$4,472,000.00		$4,569,370.42	$16,208.56		28.97%
	$4,553,161.86			$4,593,842.72			

GOVERNMENT SECURITIES

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
FED HOME LN MTG CORP	$1,181,261.75	$1,175,000.00	$100.61	$1,182,108.75	$4,506.44	0.99%	7.46%
	$1,177,602.31			$1,182,141.38		0.99%	
Cusip: 3137EADL0, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 9/29/2017, Coupon: 1.000, Accrued Interest: $32.630							
FED NATL MTG ASSN	1,030,282.84	1,036,000.00	100.15	1,037,585.08	7,302.25	0.87	6.55
	1,030,282.83			1,038,894.46		0.88	
Cusip: 3135G0TG8, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 2/8/2018, Coupon: 0.875, Accrued Interest: $1309.380							
FED NATL MTG ASSN	621,931.41	613,000.00	100.96	618,854.15	2,140.85	1.23	3.91
	616,713.30			620,131.23		1.23	

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

GOVERNMENT SECURITIES (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
Cusip: 3135G0GY3, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 1/30/2017, Coupon: 1.250, Accrued Interest: $1277.081							
FED NATL MTG ASSN	907,656.35	901,000.00	100.83	908,487.31	3,167.31	1.11	5.76
	905,320.00			912,795.22		1.11	
Cusip: 3135G0JA2, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 4/27/2017, Coupon: 1.125, Accrued Interest: $4307.906							
FED NATL MTG ASSN	703,434.90	705,000.00	101.79	717,605.40	14,170.50	1.59	4.55
	703,434.90			721,519.62		1.62	
Cusip: 3135G0YT4, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 11/27/2018, Coupon: 1.625, Accrued Interest: $3914.216							
FED NATL MTG ASSN	899,005.51	890,000.00	102.31	910,585.70	13,640.64	1.83	5.75
	896,945.06			912,486.22		1.86	
Cusip: 3135G0ZA4, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 2/19/2019, Coupon: 1.875, Accrued Interest: $1900.515							
FED NATL MTG ASSN	711,771.75	699,000.00	102.56	716,859.45	8,355.47	1.82	4.52
	708,503.98			717,296.32		1.84	
Cusip: 3135G0YM9, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 9/18/2018, Coupon: 1.875, Accrued Interest: $436.868							
FED NATL MTG ASSN	1,034,248.90	1,041,000.00	100.00	1,041,000.00	6,751.10	1.50	6.59
	1,034,248.90			1,045,250.75		1.51	
Cusip: 3135G0D75, Moody's Rating: AAA, S & P Rating: AA+, Maturity Date: 6/22/2020, Coupon: 1.500, Accrued Interest: $4250.747							
UNITED STATES TREASURY NOTE	308,728.15	311,000.00	101.35	315,195.39	6,467.24	1.35	1.99
	308,728.15			316,264.45		1.38	
Cusip: 912828VK3, Moody's Rating: AAA, Maturity Date: 6/30/2018, Coupon: 1.375, Accrued Interest: $1069.062							
UNITED STATES TREASURY NOTE	1,321,650.52	1,221,000.00	104.70	1,278,362.58	5,923.90	2.62	8.08
	1,272,438.68			1,281,129.95		2.63	
Cusip: 912828PY0, Moody's Rating: AAA, Maturity Date: 2/28/2018, Coupon: 2.750, Accrued Interest: $2767.372							
UNITED STATES TREASURY NOTE	542,617.58	540,000.00	100.64	543,461.40	2,875.24	0.99	3.44
	540,586.16			545,706.50		1.00	
Cusip: 912828RM4, Moody's Rating: AAA, Maturity Date: 10/31/2016, Coupon: 1.000, Accrued Interest: $2245.104							
UNITED STATES TREASURY NOTE	782,478.94	744,000.00	103.59	770,739.36	4,360.76	2.65	4.90
	766,378.60			777,559.36		2.67	
Cusip: 912828NG1, Moody's Rating: AAA, Maturity Date: 5/31/2017, Coupon: 2.750, Accrued Interest: $6819.995							
UNITED STATES TREASURY NOTE	791,625.64	804,000.00	99.89	803,139.72	11,514.08	1.25	5.08
	791,625.64			804,805.62		1.27	
Cusip: 912828H52, Moody's Rating: AAA, Maturity Date: 1/31/2020, Coupon: 1.250, Accrued Interest: $1665.896							
UNITED STATES TREASURY NOTE	402,062.23	384,000.00	101.09	388,185.60	766.57	2.34	2.45
	387,419.03			388,185.60		2.35	
Cusip: 912828KT6, Moody's Rating: AAA, Maturity Date: 3/31/2016, Coupon: 2.375							

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

GOVERNMENT SECURITIES TOTAL (CONTINUED)

Security Description	Original Cost / Adjusted Cost	Face Value	Current Price	Market Value / Total Value	Unrealized Gain/Loss	Current Yield / Yield to Cost	% of Fixed Income
Government Securities Total	$11,238,756.47 $11,140,227.54	$11,064,000.00		$11,232,169.89 $11,264,166.66	$91,942.35		71.03%

Unrealized Gain/Loss value does not reflect interest and dividend accruals.

DISCLOSURES

Explanatory Notes and Disclosures: This document is designed to assist you and your Financial Advisor in understanding portfolio positions, composition and subsets thereof. It is designed solely for your individual use, is for informational purposes only and is not intended as an offer or solicitation with respect to the purchase or sale of any security. Do not take action relying on this information without confirming its accuracy and completeness. Please read carefully all accompanying notes and disclosures provided in this Document.

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Asset Classification: We classify assets based on general characteristics such as: income generation, underlying capital structure, or exposure to certain market sectors. As many assets contain characteristics of more than one asset class, allocations may be under or over inclusive. Asset allocations may differ from product allocations.

The Other asset class contains securities that are not included in the various asset class classifications. This can include, but is not limited to, non-traditional investments such as some Equity Unit Trusts, Index Options and Structured Investments issued outside of Morgan Stanley. Additionally, investments for which we are unable to procure market data to properly classify them will appear in the Other category.

Additional information about your Floating Rate Notes: For floating rate securities, the estimated accrued interest and estimated annual income are based on the current floating coupon rate and may not reflect historic rates within the accrual period.

Performance: Performance results are annualized for time periods greater than one year and include all cash and cash equivalents, realized and unrealized capital gains and losses, and dividends, interest and income. The investment results depicted herein represent historical performance. As a result of recent market activity, current performance may vary from the figures shown. Please contact your Financial Advisor for up to date performance information. Past performance is not a guarantee of future results.

Market values used for performance calculation do not include performance ineligible assets and thus may differ from asset allocation market values. Common examples of performance ineligible assets include life insurance, some annuities and assets held externally. Unless otherwise indicated, performance is a composite calculation on the entire portfolio and may include brokerage and investment advisory accounts, as well as assets for different accounts included in this report. The accounts included in the

composite may have (or have had) different investment objectives and strategies, been subject to different restrictions, and incurred different types of fees, markups, commissions and other charges. Accordingly, performance results may blend the performance of assets and strategies that may not have been available in all of the accounts at all times during the reporting period. In addition, accounts in the composite may have changed from brokerage to advisory or vice versa. Accounts may also have moved from one advisory program to another (including from a discretionary program to a non-discretionary program).
Performance information may cover the full history of the account(s) or just the performance of an account(s) since the inception of the current program(s). Performance results on individual accounts will vary and may differ from the composite returns. Your Financial Advisor can provide you with individual account portfolio composition and performance information. For investment advisory accounts, please see the Morgan Stanley Smith Barney Form ADV Part 2 or applicable disclosure brochure. For brokerage accounts, please speak to your Financial Advisor for more information on commissions and other account fees and expenses. Performance inception date does not necessarily correspond to the account opening date. Where multiple accounts are included in performance calculations, the inception date is the oldest performance inception. Performance data may not be available for all periods as some accounts included in performance may have more recent performance inception dates. Consequently, the actual performance for a group of accounts may differ from reported performance. Please ask your Financial Advisor for the performance inception date for each account.

Indices: Benchmark indices and blends included in this material are for informational purposes only, are provided solely as a comparison tool and may not reflect the underlying composition and/or investment objective(s) associated with the account(s). In some circumstances, the benchmark index may not be an appropriate benchmark for use with the specific composite portfolio. For instance, an index may not take into consideration certain changes that may have occurred in the portfolio since the inception of the account(s), (e.g., changes from a brokerage to an advisory account or from one advisory program to another, asset class changes, or index changes for individual managers). The volatility of the index used for comparison may be materially different from that of the performance shown. Indices are unmanaged and not available for direct investment. Index returns do not take into account fees or other charges. Such fees and charges would reduce performance. Please see the Benchmark Definitions section of this material for additional information on the indices used for comparison.

Performance Inception Month End: Performance Inception Month End refers to performance calculated from the end of the month in which the accounts became eligible for performance. Calculating performance from the Performance Inception Month End allows for a comparison to be made to appropriate benchmarks. Performance Inception Month End does not necessarily correspond to the account opening date.

Realized/Unrealized Gain/Loss: The gain and loss information is provided for informational purposes only, may not be complete, is not a substitute 1099 form (or any other appropriate tax form), and should not be used for tax planning or preparation. Gain and loss values are estimates and should be independently verified. We are not responsible for any gain and loss information provided by you or another financial institution. You are responsible for ensuring the accuracy of such information.

Projected Next 12 Months income: Projected Next 12 Months income includes cash income such as interest and cash dividends, based on current yields and does not include income from external accounts. These are projections and the actual income may be lower or higher than the projections.

Bank Deposit Program: Morgan Stanley Smith Barney LLC is a registered broker-dealer, not a bank. Unless specifically disclosed in writing, other investments and services offered through Morgan Stanley Smith Barney LLC are not insured by the Federal Deposit Insurance Corporation (FDIC), are not deposits or other obligations of, or guaranteed by, a Bank and involve risks, including possible loss of principal amount invested. Bank Deposit Program balances are held at (1) Morgan Stanley Bank, N.A., and/or Morgan Stanley Private Bank, National Association, affiliates of Morgan Stanley Smith Barney, or (2) Citibank, N.A., each Members FDIC.

GENERAL DEFINITIONS

Total Value: Total Value represents the Market Value of the portfolio or of a given Asset Class inclusive of interest and dividend accruals. Total Value for Asset Allocation before January 2014 does not include accruals.

Dollar-Weighted Return (Internal Rate of Return): A return calculation that measures the performance of your portfolio based on actual dollars invested over the reporting period. Since dollar weighted returns include the impact of the timing of contributions and withdrawals, they should not be compared to market indices or used to evaluate the performance of a manager but can be used to evaluate your progress toward investment goals.

Time-Weighted Return: A return calculation that measures the performance of one dollar invested over the reporting period. As time-weighted returns do not include the impact of timing of contributions and withdrawals, they can be compared to market indices and used to evaluate the performance of an investment or manager.

Net of Fees: Performance results depicted as "net" of fees shall mean that any wrap fee, investment management fees, trade commissions, and/or other account fees have been deducted. Any other fees or expenses associated with the account, such as third party custodian fees, may not have been deducted. Please see the Morgan Stanley Smith Barney LLC Form ADV Part 2 Brochure for advisory accounts and/or any applicable brokerage account trade confirmation statements for a full disclosure of the applicable charges, fees and expenses. Your Financial Advisor will provide those documents to you upon request.

Net Contributions/Withdrawals: The net value of cash and securities contributed to or withdrawn from the account(s) during the reporting period. Net contributions and withdrawals may include advisory fees for advisory accounts.

Annualized Standard Deviation: A statistical calculation that measures the volatility of returns over time; the larger the standard deviation, the greater the volatility.

Performance ineligible assets: Performance returns are not calculated for certain assets because accurate valuations and transaction data for these assets are not processed or maintained by us. Common examples of these include life insurance, some annuities and some assets held externally.

Accrued Interest: The interest earned but not yet received at both the beginning and end of each reporting period.

Adjusted Cost: A bond's original cost less amortization of any premium or plus the accretion of any discount. For zero coupon bonds it is the cost basis plus accreted interest.

APY: The Annual Percentage Yield ("APY") for deposits represents the applicable rate in effect for your deposits at the period ending date. This APY may be different than the APY that was in effect during the statement period. For current Bank Deposit or Money Market Fund yields, go to http://www.morganstanleyindividual.com/AccountOptions/ActiveAssets/InvestmentFeatures

Call Date: The date on which a bond or preferred stock can be redeemed by the issuer before maturity.

Call Price: The price at which a bond or a preferred stock can be redeemed by the issuer before maturity.

Coupon Rate: The interest rate stated on a bond when it is issued. The coupon is typically paid semiannually.

Current Yield: The indicated Estimated Annual Income divided by the Market Value/Current Cost.

Gross Accumulated Value ($): Gross Accumulated Value is the most current market value provided by carriers of the Annuity or Life insurance product.

Net Invested Premium($): Net Invested Premium is the total amount invested minus the total amount withdrawn. The total amount invested includes the initial investment

and any future contributions.

Consulting Group Investment Advisor Research (CG IAR): Consulting Group Investment Advisor Research (CG IAR) reviews certain investment products in the Consulting and Evaluation Services, Fiduciary Services, Select UMA, TRAK Fund Solution, Institutional Consulting Group and Fiduciary Asset Management programs. CG IAR statuses for these products are:
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Overweight (OVWEIGHT): The stock's total return is expected to exceed the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Equal-weight (EQWEIGHT): The stock's total return is expected to be in line with the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Underweight (UNWEIGHT): The stock's total return is expected to be below the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Not-Rated (NR): Currently, the analyst does not have adequate conviction about the stock's total return relative to the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.
Not Available (NAV): Indicates that the ratings for this company are not available because of a Morgan Stanley policy.
Discontinued Coverage (DC)

Moody's Investor Service and Standard & Poor's Credit Ratings: The credit ratings from Moody's Investors Service and Standard & Poor's may be shown for certain securities. All credit ratings represent the "opinions" of the provider and are not representations or guarantees of performance. Your Financial Advisor will be pleased to provide you with further information or assistance in interpreting these credit ratings.

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1 / 5-STARS (Strong Buy): Total return is expected to outperform the total return of a relevant benchmark, by a wide margin over the coming 12 months, with shares rising in price on an absolute basis
1 / 4-STARS (Buy): Total return is expected to outperform the total return of a relevant benchmark over the coming 12 months, with shares rising in price on an absolute basis
2 / 3-STARS (Hold): Total return is expected to closely approximate the total return of a relevant benchmark over the coming 12 months, with shares generally rising in price

on an absolute basis
3 / 2-STARS (Sell): Total return is expected to underperform the total return of a relevant benchmark over the coming 12 months, and the share price not anticipated to show a gain
3 / 1-STARS (Strong Sell): Total return is expected to underperform the total return of a relevant benchmark by a wide margin over the coming 12 months, with shares falling in price on an absolute basis
Relevant benchmarks: In North America the relevant benchmark is the S&P 500 Index, in Europe and in Asia, the relevant benchmarks are generally the S&P Europe 350 Index and the S&P Asia 50 Index.

Not Rated: Not Rated is assigned to an unrated issuer, obligation and/or program and can also include mutual funds and ETFs.

Investment Earnings: A combination of the income received and total portfolio value increase or decrease, excluding net contributions and withdrawals, over the reporting period.

BENCHMARK DEFINITIONS

BC Gov 1-3 Yr: The Barclays 1-3 Year Government Bond Index is composed of government bonds with maturities between one and three years.

BC Gov/Cr 1-5 yr: The Government/Credit Index includes securities in the Government and Credit Indices. The Government Index includes treasuries (i.e., public obligations of the U.S. Treasury that have remaining maturities of more than one year) and agencies (i.e., publicly issued debt of U.S. Government agencies, quasi-federal corporations, and corporate or foreign debt guaranteed by the U.S. Government). The Credit Index includes publicly issued U.S. corporate and foreign debentures and secured notes that meet specified maturity, liquidity, and quality requirements. This index is the 1-5 Yr component of the U.S. Government/Credit index.

Citi CD 6 Month: The Citigroup Certificate-of-Deposit indexes measure the monthly return equivalents of yield averages that are not marked to market. The CD rate is a rotating sample (collected by the New York Federal Reserve Bank) of five banks and dealers surveyed daily about secondary-market dealer offer rates for jumbo certificates of deposit. Returns for these indexes are calculated on a monthly basis only.

ACTIVITY: DETAIL VIEW

Last Refreshed - 11:28 AM EST, 10/02/2015

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
171-041349-009 Consulting and Evaluation Services
Unincorporated Account / Unincorporated / MGR: Western Asset - Gov Sec Mgmt 3 year CES
$15,954,896.44 (prev. close) / Reserved Prestige

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710
(925) 225-1030 (B) | kdennis@acsig.com

Morgan Stanley

ACTIVITIES | ALL ACTIVITY TYPES | ALL ASSET TYPES | 90 DAY VIEW | 46 TRANSACTIONS

ACTIVITY DATE▼	SETTLEMENT DATE	ACTIVITY	QUANTITY	DESCRIPTION	SYMBOL/CUSIP	PRICE ($)	AMOUNT ($)	CASH BALANCE ($)*	TYPE
09/30/2015	09/30/2015	Interest		MORGAN STANLEY BANK N.A. (Period 09/01-09/30) Ref: 27362014 SEC ID: 00361	MSBNK		2.39	151,537.68	Cash
09/30/2015	09/30/2015	Interest		UNITED STATES TREASURY NOTE RATE:AAA/N/A 2.375% DUE:2016-03-31 Ref: 27390881 SEC ID: TRR68	912828KT6		4,560.00	151,535.29	Cash
09/29/2015	09/29/2015	Interest		FED HOME LN MTG CORP RATE:AAA/AA 1.000% DUE:2017-09-29 Ref: 27287771 SEC ID: CE67L	3137EADL0		5,875.00	146,975.29	Cash
09/22/2015	09/22/2015	Interest		BB&T CORPORATION RATE:A2/A- 2.150% DUE:2017-03-22 Ref: 26547397 SEC ID: A58WT	05531FAK9		1,623.25	141,100.29	Cash
09/21/2015	09/24/2015	Bought	156,000.000	UNITEDHEALTH GROUP INC UNSOLICITED TRADE RATE:A3/A 2.700% DUE:2020-07-15 Ref: 264775N0 SEC ID: E495Y	91324PCM2	102.140	-160,052.10	139,477.04	Cash
09/21/2015	09/24/2015	Sold	155,000.000	UNITEDHEALTH GROUP INC UNSOLICITED TRADE RATE:A3/A 1.400% DUE:2017-10-15 Ref: 264773N6 SEC ID: C31N8	91324PBY7	100.019	155,987.87	299,529.14	Cash
09/18/2015	09/23/2015	Bought	79,000.000	INTEL CORP UNSOLICITED TRADE RATE:A1/A 2.450% DUE:2020-07-29 Ref: 261G0O91 SEC ID: E5V6Y	458140AQ3	101.180	-80,222.53	143,541.27	Cash
09/18/2015	09/18/2015	Interest		FED NATL MTG ASSN RATE:AAA/AA 1.875% DUE:2018-09-18 Ref: 26174742 SEC ID: DN2V3	3135G0YM9		6,553.13	223,763.80	Cash
09/18/2015	09/23/2015	Sold	74,000.000	OCCIDENTAL PETROLEUM CORP UNSOLICITED TRADE RATE:A2/A 2.500% DUE:2016-02-01 Ref: 261G1O09 SEC ID: B1HS2	674599BZ7	100.696	74,782.26	217,210.67	Cash
09/17/2015	09/17/2015	Interest		BNP PARIBAS RATE:A1/A 2.450% DUE:2019-03-17 Ref: 26072814 SEC ID: C0MH3	05574LXH6		1,911.00	142,428.41	Cash
09/14/2015	09/15/2015	Bought	400,000.000	FED NATL MTG ASSN UNSOLICITED TRADE RATE:AAA/AA 1.500% DUE:2020-06-22 Ref: 25754W45 SEC ID: E508Q	3135G0D75	99.450	-399,183.33	140,517.41	Cash
09/14/2015	09/15/2015	Sold	393,000.000	FED HOME LN MTG CORP UNSOLICITED TRADE RATE:AAA/AA 2.000% DUE:2016-08-25 Ref: 25754W81 SEC ID: A30U5	3137EACW7	101.419	399,013.34	539,700.74	Cash
09/10/2015	09/10/2015	Interest		HOME DEPOT INC RATE:A2/A 2.250% DUE:2018-09-10 Ref: 25381192 SEC ID: BB32M	437076BB7		1,743.75	140,687.40	Cash

277

*Cash Balance Includes Cash, Bank Deposits, MMF Balance, and Unsettled Cash.

ACTIVITY: DETAIL VIEW

Last Refreshed - 11:28 AM EST, 10/02/2015

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
171-041349-009 Consulting and Evaluation Services

Morgan Stanley

ACTIVITIES | ALL ACTIVITY TYPES | ALL ASSET TYPES | 90 DAY VIEW | 46 TRANSACTIONS

09/09/2015	09/14/2015	Bought	158,000.000	BANK OF NEW YORK MELLON UNSOLICITED TRADE RATE:A1/A 2.100% DUE:2019-01-15 Ref: 252313S9 SEC ID: C3S97	06406HCP2	100.373	-159,133.12	138,943.65	Cash
09/09/2015	09/14/2015	Sold	155,000.000	HOME DEPOT INC UNSOLICITED TRADE RATE:A2/A 2.250% DUE:2018-09-10 Ref: 252316S9 SEC ID: BB32M	437076BB7	102.059	158,230.20	298,076.77	Cash
09/04/2015	09/10/2015	Bought	142,000.000	PNC FUNDING CORP UNSOLICITED TRADE RATE:A3/A- 5.125% DUE:2020-02-08 Ref: 247528M6 SEC ID: UQ875	693476BJ1	111.783	-159,378.75	139,846.57	Cash
09/04/2015	09/08/2015	Bought	396,000.000	FED NATL MTG ASSN UNSOLICITED TRADE RATE:AAA/AA 0.875% DUE:2018-02-08 Ref: 247521M6 SEC ID: C1UQ2	3135G0TG8	99.909	-395,928.39	299,225.32	Cash
09/04/2015	09/10/2015	Sold	150,000.000	PNC FUNDING CORP UNSOLICITED TRADE RATE:A3/A- 2.700% DUE:2016-09-19 Ref: 247530M0 SEC ID: CF1Z6	693476BM4	101.435	154,076.25	695,153.71	Cash
09/04/2015	09/08/2015	Sold	387,000.000	FED HOME LN MTG CORP UNSOLICITED TRADE RATE:AAA/AA 2.000% DUE:2016-08-25 Ref: 247525M4 SEC ID: A30U5	3137EACW7	101.470	392,968.40	541,077.46	Cash
09/01/2015	09/01/2015	Interest		COMCAST CORP RATE:A3/A- 5.150% DUE:2020-03-01 Ref: 24493554 SEC ID: UR053	20030NBA8		3,579.25	148,109.06	Cash
08/31/2015	08/31/2015	Interest		MORGAN STANLEY BANK N.A. (Period 08/01-08/31) Ref: 24325332 SEC ID: 00361	MSBNK		1.98	144,529.81	Cash
08/31/2015	08/31/2015	Interest		UNITED STATES TREASURY NOTE RATE:AAA/N/A 2.750% DUE:2018-02-28 Ref: 24302096 SEC ID: B7B72	912828PY0		16,788.75	144,527.83	Cash
08/28/2015	08/28/2015	Interest		MERRILL LYNCH & CO RATE:BAA1/A- 6.400% DUE:2017-08-28 Ref: 24005791 SEC ID: TK146	59018YJ69		4,224.00	127,739.08	Cash
08/25/2015	08/28/2015	Bought	157,000.000	BERKSHIRE HATHAWAY INC UNSOLICITED TRADE RATE:AA2/AA(-) 2.100% DUE:2019-08-14 Ref: 237KN043 SEC ID: C75Q4	084670BL1	101.126	-158,896.04	123,515.08	Cash
08/25/2015	08/28/2015	Sold	150,000.000	BERKSHIRE HATHAWAY INC UNSOLICITED TRADE RATE:AA2/AA(-) 2.200% DUE:2016-08-15 Ref: 237KN029 SEC ID: B18WT	084670BB3	101.426	152,258.17	282,411.12	Cash
08/25/2015	08/25/2015	Interest		FED HOME LN MTG CORP RATE:AAA/AA 2.000% DUE:2016-08-25 Ref: 23730549 SEC ID: A30U5	3137EACW7		7,800.00	130,152.95	Cash

278

*Cash Balance Includes Cash, Bank Deposits, MMF Balance, and Unsettled Cash.

ACTIVITY: DETAIL VIEW

Last Refreshed - 11:28 AM EST, 10/02/2015

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
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Morgan Stanley

ACTIVITIES | ALL ACTIVITY TYPES | ALL ASSET TYPES | 90 DAY VIEW | 46 TRANSACTIONS

08/19/2015	08/19/2015	Interest		FED NATL MTG ASSN RATE:AAA/AA 1.875% DUE:2019-02-19 Ref: 23186561 SEC ID: DM74T	3135G0ZA4		8,343.75	122,352.95	Cash
08/17/2015	08/17/2015	Interest		AMERICAN EXPRESS CREDIT RATE:A2/A- 2.250% DUE:2019-08-15 Ref: 22971985 SEC ID: C8Y5V	0258M0DP1		1,743.75	114,009.20	Cash
08/17/2015	08/15/2015	Interest		BERKSHIRE HATHAWAY INC RATE:AA2/AA(-) 2.200% DUE:2016-08-15 Ref: 22931555 SEC ID: B18WT	084670BB3		1,650.00	112,265.45	Cash
08/10/2015	08/10/2015	Interest		SHELL INTERNATIONAL FIN RATE:AA1/AA- 1.900% DUE:2018-08-10 Ref: 22209396 SEC ID: A6SQ3	822582AW2		1,472.50	110,615.45	Cash
08/10/2015	08/09/2015	Interest		APPLE INC RATE:AA1/AA 1.550% DUE:2020-02-07 Ref: 22271749 SEC ID: CX12F	037833AX8		1,247.75	109,142.95	Cash
08/10/2015	08/08/2015	Interest		FED NATL MTG ASSN RATE:AAA/AA 0.875% DUE:2018-02-08 Ref: 22272761 SEC ID: C1UQ2	3135G0TG8		2,800.00	107,895.20	Cash
08/03/2015	08/01/2015	Interest		OCCIDENTAL PETROLEUM CORP RATE:A2/A 2.500% DUE:2016-02-01 Ref: 21552933 SEC ID: B1HS2	674599BZ7		925.00	105,095.20	Cash
07/31/2015	07/31/2015	Interest		MORGAN STANLEY PRIVATE BANK NA (Period 07/13-07/31) Ref: 21298613 SEC ID: 00368	MSPBNA		0.06	104,170.20	Cash
07/31/2015	07/31/2015	Interest		MORGAN STANLEY BANK N.A. (Period 07/01-07/31) Ref: 21298611 SEC ID: 00361	MSBNK		2.29	104,170.14	Cash
07/31/2015	07/31/2015	Interest		UNITED STATES TREASURY NOTE RATE:AAA/N/A 1.250% DUE:2020-01-31 Ref: 21204232 SEC ID: E1QX4	912828H52		5,025.00	104,167.85	Cash
07/31/2015	07/31/2015	Service Fee		3RD QTR ADVISORY FEE * Ref: 21259030			-4,753.91	99,142.85	Cash
07/30/2015	07/30/2015	Interest		GOLDMAN SACHS GROUP INC RATE:A3/A- 1.478% DUE:2018-04-30 Ref: 21169783 SEC ID: C3GV0	38141GVK7		579.15	103,896.76	Cash
07/30/2015	07/30/2015	Interest		FED NATL MTG ASSN RATE:AAA/AA 1.250% DUE:2017-01-30 Ref: 21192763 SEC ID: A8VZ2	3135G0GY3		3,831.25	103,317.61	Cash
07/27/2015	07/25/2015	Interest		JP MORGAN CHASE & CO RATE:A3/A 1.177% DUE:2018-01-25 Ref: 20851044 SEC ID: C16RH	46625HJF8		461.16	99,486.36	Cash
07/15/2015	07/15/2015	Interest		ORACLE CORP RATE:A1/AA- 2.375% DUE:2019-01-15 Ref: 19633675 SEC ID: C4HS1	68389XAQ8		1,828.75	99,025.20	Cash
07/15/2015	07/15/2015	Interest		ANHEUSER-BUSCH INBEV WOR RATE:A2/A 1.375% DUE:2017-07-15 Ref: 19620488 SEC ID: BM1B5	03523TBN7		1,072.50	97,196.45	Cash

279

*Cash Balance Includes Cash, Bank Deposits, MMF Balance, and Unsettled Cash.

ACTIVITY: DETAIL VIEW

Last Refreshed - 11:28 AM EST, 10/02/2015

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
171-041349-009 Consulting and Evaluation Services

Morgan Stanley

ACTIVITIES | ALL ACTIVITY TYPES | ALL ASSET TYPES | 90 DAY VIEW | 46 TRANSACTIONS

07/15/2015	07/20/2015	Bought	155,000.000	HOME DEPOT INC UNSOLICITED TRADE RATE:A2/A 2.250% DUE:2018-09-10 Ref: 196511N1 SEC ID: BB32M	437076BB7	102.307	-159,835.23	96,123.95	Cash
07/15/2015	07/15/2015	Service Fee		3RD QTR ADVISORY FEE Ref: 19641308			-4,814.01	255,959.18	Cash
07/13/2015	07/13/2015	Interest		RIO TINTO FINANCE (USA) LIMITED ACCRUED BOND INTEREST RATE:A3/A- 2.250% DUE:2016-09-20 Ref: 19423664 SEC ID: CF65U	767201AP1		1,054.50	260,773.19	Cash
07/13/2015	07/13/2015	Redemption	152,000.000	RIO TINTO FINANCE (USA) LIMITED REDEMPTION OF CALLED BOND RATE:A3/A- 2.250% DUE:2016-09-20 Ref: 19423663 SEC ID: CF65U	767201AP1	101.957	154,974.64	259,718.69	Cash
				Balance as of 07/04/2015				**$ 104,744.05**	

Unless otherwise indicated, this information is not intended to be a substitute for the official account statements that you receive from us. This information is approximate and subject to adjustment, updating and correction and is for illustrative and general reference purposes only. We are not responsible for any clerical, computational or other inaccuracies, errors or omissions. We obtain market values and other data from various standard quotation services and other sources, which we believe to be reliable. However, we do not warrant or guarantee the accuracy or completeness of any such information. The values that you actually receive in the market for any investment may be higher or lower than the values reflected herein. To the extent there are any discrepancies between your official account statement and this information, you should rely on the official account statement. This information should not be considered as the sole basis for any investment decision. The Bank Deposit Program (BDP) is a cash sweep feature whereby clients can chose to have their available free credit balances automatically deposited into interest bearing, FDIC-insured deposit accounts at up to three banks ("Program Banks"): (1) Morgan Stanley Bank, N.A. and/or Morgan Stanley Private Bank, National Association (together, the "Morgan Stanley Banks"), or (2) Citibank, N.A. The Program Banks are FDIC members. Morgan Stanley Smith Barney LLC ("Morgan Stanley") is a registered broker-dealer, not a bank. Morgan Stanley and the Morgan Stanley Banks are affiliates. Unless specifically disclosed to you in writing, other investments and services offered to you through Morgan Stanley are not insured by the FDIC, are not deposits of or other obligations of, or guaranteed by, the Program Banks and involve investment risks, including possible loss of principal amount invested. External Assets - Certain assets listed in this view are based upon information provided by you, your client or other external sources and are not part of accounts that you manage at Morgan Stanley. Assets not held with Morgan Stanley may not be covered by SIPC protection or by additional protection under Morgan Stanley's excess insurance coverage plans. Morgan Stanley may include information about these external assets in this view solely as a service to you, and Morgan Stanley is not responsible for the accuracy of any information provided by external sources, including but not limited to, you, your client or another financial institution. You are responsible for ensuring the accuracy of such information. Generally, any financial institution that holds securities is responsible for year-end reporting (Internal Revenue Service (IRS) Form 1099) and separate periodic statements, which may vary from Morgan Stanley's information due to different tax reporting periods.

*Cash Balance Includes Cash, Bank Deposits, MMF Balance, and Unsettled Cash.

CLIENT STATEMENT | For the Period July 1-31, 2015

RECEIVED

AUG 06 2015

ACSIG

Morgan Stanley

STATEMENT FOR:
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Morgan Stanley Smith Barney LLC. Member SIPC.

#BWNJGWM
00003247 02 AT 0.413 02 TR 00016 MSADD461 000000
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

TOTAL VALUE OF YOUR ACCOUNT (as of 7/31/15) $15,933,478.08
Includes Accrued Interest

Your Financial Advisor
Cary Allison
Senior Vice President
Cary.Allison@morganstanley.com
916 797-7742

Your Branch
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661
Telephone: 916-797-7700; Alt. Phone: 888-335-6370; Fax: 916-797-7750

Client Service Center (24 Hours a Day; 7 Days a Week): 800-869-3326

Access Your Account Online: www.morganstanley.com/online

171 - 041349 - 009 - 1 - 0

281

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

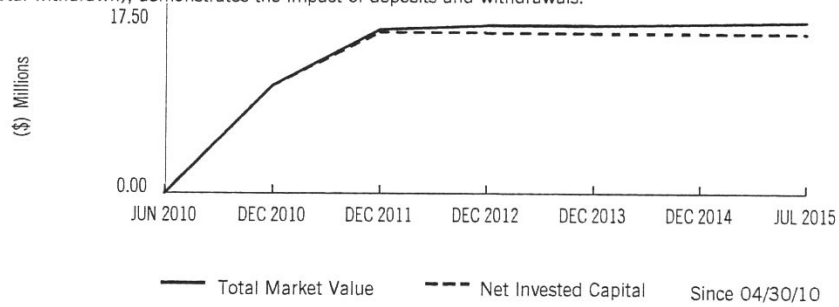
CHANGE IN VALUE OF YOUR ACCOUNTS (includes accrued interest)

	This Period (7/1/15-7/31/15)	This Year (1/1/15-7/31/15)
TOTAL BEGINNING VALUE	**$15,916,068.91**	**$15,789,357.74**
Credits	—	—
Debits	(9,567.92)	(28,481.53)
Security Transfers	—	—
Net Credits/Debits/Transfers	**$(9,567.92)**	**$(28,481.53)**
Change in Value	**26,977.09**	**172,601.87**
TOTAL ENDING VALUE	**$15,933,478.08**	**$15,933,478.08**

Net Credits / Debits include investment advisory fees as applicable. See Activity section for details.

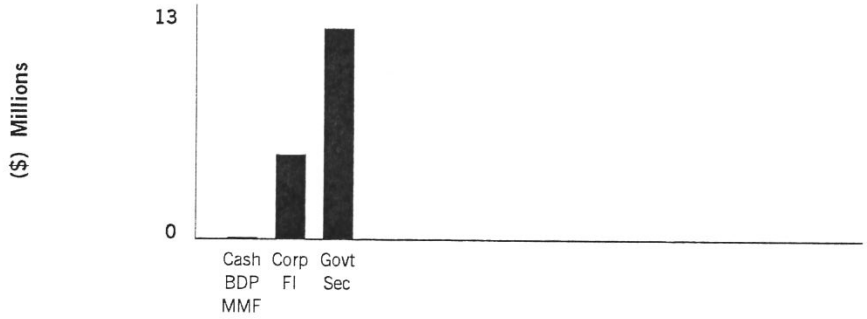
CHANGE IN VALUE OVER TIME

The display of market value (total account value) and net invested capital (total amount invested minus total withdrawn), demonstrates the impact of deposits and withdrawals.



This graph does not reflect corrections to Net Invested Capital or Market Value made subsequent to the dates depicted. It may exclude transactions in Annuities or positions where we are not the custodian, which could delay the reporting of Market Value or affect the Net Invested Capital.

ALLOCATION OF HOLDINGS



	Market Value	Percentage %
Cash, BDP, MMFs*	$108,924.11	0.7
Cash, BDP, MMFs (Debit)	(4,753.91)	0.0
Corporate Fixed Income ^	4,571,059.40	28.7
Government Securities ^	11,258,248.48	70.7
TOTAL VALUE ^	**$15,933,478.08**	**100.0%**

*This allocation represents holdings on a trade date basis, and projected settled Cash/ BDP and MMF balances. These classifications are not intended to serve as a suitability analysis. * FDIC rules apply and Bank Deposits are eligible for FDIC insurance but are not covered by SIPC. Cash and securities (including MMFs) are eligible for SIPC coverage. See Expanded Disclosures. ^ Includes Estimated Accrued Interest.*

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ADDITIONAL ACCOUNT INFORMATION

Category	This Period (7/1/15-7/31/15)	This Year (1/1/15-7/31/15)
Accrued Interest Paid	$1,259.38	$11,265.30
U.S. Treasury Coupon Interest	5,025.00	41,441.88

Category	This Period (7/1/15-7/31/15)	This Year (1/1/15-7/31/15)
Accrued Interest Received	—	18,735.40

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
METLIFE INC Coupon Rate 6.750%; Matures 06/01/2016; CUSIP 59156RAU2 *Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.001%; Moody A3 S&P A-; Issued 05/29/09*	5/13/14	136,000.000	111.975 104.911	104.757	152,286.00 142,678.29	**142,469.52**	(208.77) LT	9,180.00 1,530.00	6.44
BERKSHIRE HATHAWAY INC Coupon Rate 2.200%; Matures 08/15/2016; CUSIP 084670BB3 *Int. Semi-Annually Feb/Aug 15; Yield to Maturity .777%; Moody AA2 S&P AA; Issued 08/15/11*	5/15/13	150,000.000	104.735 101.532	101.470	157,102.50 152,297.78	**152,205.00**	(92.78) LT	3,300.00 1,521.66	2.16
PNC FUNDING CORP Coupon Rate 2.700%; Matures 09/19/2016; CUSIP 693476BM4 *Int. Semi-Annually Mar/Sep 19; Callable $100.00 on 08/19/16; Yield to Call 1.106%; Moody A3 S&P A-; Issued 09/19/11*	2/3/15	150,000.000	102.817 101.975	101.659	154,225.50 152,962.90	**152,488.50**	(474.40) ST	4,050.00 1,485.00	2.65
US BANCORP Coupon Rate 2.200%; Matures 11/15/2016; CUSIP 91159HHB9 *Int. Semi-Annually May/Nov 15; Callable $100.00 on 10/14/16; Yield to Call .883%; Moody A1 S&P A+; Issued 11/03/11*	5/22/13	150,000.000	104.520 101.697	101.572	156,780.00 152,546.13	**152,358.00**	(188.13) LT	3,300.00 696.66	2.16
BHP BILLITON FIN USA LTD Coupon Rate 1.875%; Matures 11/21/2016; CUSIP 055451AK4 *Int. Semi-Annually May/Nov 21; Yield to Maturity 1.156%; Moody A1 S&P A+; Issued 11/21/11*	2/13/12	152,000.000	102.530 100.709	100.929	155,845.60 153,077.66	**153,412.08**	334.42 LT	2,850.00 554.16	1.85
BANK OF NOVA SCOTIA Coupon Rate 1.100%; Matures 12/13/2016; CUSIP 064159DA1 *Int. Semi-Annually Jun/Dec 13; Yield to Maturity .992%; Moody AA2 S&P A+; Issued 12/13/13*	12/17/13	155,000.000	100.149 100.069	100.146	155,230.95 155,106.77	**155,226.30**	119.53 LT	1,705.00 227.33	1.09
DUKE ENERGY CAROLINAS Coupon Rate 1.750%; Matures 12/15/2016; CUSIP 26442CAL8 *Int. Semi-Annually Jun/Dec 15; Yield to Maturity .961%; Moody AA2 S&P A; Issued 12/08/11*	4/8/14	152,000.000	102.434 101.254	101.073	155,699.68 153,905.69	**153,630.96**	(274.73) LT	2,660.00 339.88	1.73
BB&T CORPORATION Coupon Rate 2.150%; Matures 03/22/2017; CUSIP 05531FAK9 *Int. Semi-Annually Mar/Sep 22; Callable $100.00 on 02/22/17; Yield to Call 1.197%; Moody A2 S&P A-; Issued 03/22/12*	5/10/12	151,000.000	101.652 100.575	101.466	153,494.52 151,867.87	**153,213.66**	1,345.79 LT	3,247.00 1,163.32	2.11
GENERAL ELECTRIC CAPITAL CORP Coupon Rate 2.300%; Matures 04/27/2017; CUSIP 36962G5W0 *Int. Semi-Annually Apr/Oct 27; Yield to Maturity 1.191%; Moody A1 S&P AA+; Issued 04/27/12*	10/16/12	150,000.000	103.739 101.466	101.903	155,608.50 152,199.25	**152,854.50**	655.25 LT	3,450.00 900.83	2.25
UNITED TECHNOLOGIES CORP Coupon Rate 1.800%; Matures 06/01/2017; CUSIP 913017BU2 *Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.059%; Moody A2 S&P A; Issued 06/01/12*	5/22/13	151,000.000	102.904 101.343	101.342	155,385.04 153,028.33	**153,026.42**	(1.91) LT	2,718.00 453.00	1.77
ANHEUSER-BUSCH INBEV WOR Coupon Rate 1.375%; Matures 07/15/2017; CUSIP 03523TBN7 *Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.128%; Moody A2 S&P A; Issued 07/16/12*	2/26/14	156,000.000	100.622 100.364	100.477	156,970.32 156,568.23	**156,744.12**	175.89 LT	2,145.00 95.33	1.36
MERRILL LYNCH & CO Coupon Rate 6.400%; Matures 08/28/2017; CUSIP 59018YJ69 *Int. Semi-Annually Feb/Aug 28; Yield to Maturity 1.886%; Moody BAA1 S&P A-; Issued 08/28/07*	8/6/13	132,000.000	114.839 107.774	109.141	151,587.48 142,261.78	**144,066.12**	1,804.34 LT	8,448.00 3,520.00	5.86

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
AMERICAN EXPRESS CREDIT	4/22/15	155,000.000	101.562	100.291	157,421.10			3,488.00	2.24
Coupon Rate 2.250%; Matures 08/15/2019; CUSIP 0258M0DP1			101.470		157,279.25	**155,451.05**	(1,828.20) ST	1,608.12	
Int. Semi-Annually Feb/Aug 15; Yield to Maturity 2.174%; Moody A2 S&P A-; Issued 08/15/14									
PROCTER & GAMBLE CO/THE	1/22/15	149,000.000	101.461	101.007	151,176.89			2,831.00	1.88
Coupon Rate 1.900%; Matures 11/01/2019; CUSIP 742718EG0			101.309		150,950.53	**150,500.43**	(450.10) ST	707.75	
Int. Semi-Annually May/Nov 01; Yield to Maturity 1.653%; Moody AA3 S&P AA-; Issued 11/03/14									
APPLE INC	3/9/15	161,000.000	98.318	98.232	158,291.98			2,496.00	1.57
Coupon Rate 1.550%; Matures 02/07/2020; CUSIP 037833AX8			98.318		158,291.98	**158,153.52**	(138.46) ST	1,192.29	
Int. Semi-Annually Feb/Aug 09; Yield to Maturity 1.961%; First Coupon 08/09/15; Moody AA1 S&P AA+; Issued 02/09/15									
COMCAST CORP	6/17/15	139,000.000	112.494	112.294	156,366.66			7,159.00	4.58
Coupon Rate 5.150%; Matures 03/01/2020; CUSIP 20030NBA8			112.219		155,984.86	**156,088.66**	103.80 ST	2,982.70	
Int. Semi-Annually Mar/Sep 01; Yield to Maturity 2.307%; Moody A3 S&P A-; Issued 03/01/10									
CISCO SYSTEMS INC	6/17/15	159,000.000	100.112	100.936	159,178.08			3,896.00	2.42
Coupon Rate 2.450%; Matures 06/15/2020; CUSIP 17275RAX0			100.110		159,174.41	**160,488.24**	1,313.83 ST	476.11	
Int. Semi-Annually Jun/Dec 15; Yield to Maturity 2.246%; First Coupon 12/15/15; Moody A1 S&P AA-; Issued 06/17/15									

	Percentage of Assets	Face Value	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CORPORATE FIXED INCOME		**4,464,000.000**	**$4,599,193.40**			**$105,056.00**	**2.31%**
			$4,537,805.16	**$4,542,983.16**	**$7,523.51 LT**	**$28,076.24**	
					$(2,345.51) ST		
TOTAL CORPORATE FIXED INCOME	**28.7%**			**$4,571,059.40**			
(includes accrued interest)							

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	5/29/13	9,000.000	$105.379	$101.438	$9,484.10				
Coupon Rate 2.375%; Matures 03/31/2016; CUSIP 912828KT6			$101.265		$9,113.87	$9,129.42	$15.55 LT		
	8/15/13	375,000.000	104.688	101.438	392,578.13				
			101.193		379,473.11	380,392.50	919.39 LT		
	Total	384,000.000			402,062.23			9,120.00	2.34
					388,586.98	**389,521.92**	934.94 LT	3,040.00	
Int. Semi-Annually Mar/Sep 30; Moody AAA; Issued 03/31/09									

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
FED NATL MTG ASSN	11/4/14	425,000.000	100.799	100.784	428,395.75				
Coupon Rate 1.125%; Matures 04/27/2017; CUSIP 3135G0JA2			100.562		427,389.74	428,332.00	942.26 ST		
	12/11/14	476,000.000	100.685	100.784	479,260.60				
			100.503		478,393.05	479,731.84	1,338.79 ST		
	Total	901,000.000			907,656.35			10,136.00	1.11
					905,782.79	**908,063.84**	2,281.05 ST	2,646.68	
Int. Semi-Annually Apr/Oct 27; Yield to Maturity .671%; Moody AAA S&P AA+; Issued 03/01/12									
FED HOME LN MTG CORP	10/26/12	950,000.000	100.513	100.336	954,873.50				
Coupon Rate 1.000%; Matures 09/29/2017; CUSIP 3137EADL0			100.228		952,168.15	953,192.00	1,023.85 LT		
	2/7/13	225,000.000	100.617	100.336	226,388.25				
			100.290		225,653.17	225,756.00	102.83 LT		
	Total	1,175,000.000			1,181,261.75			11,750.00	0.99
					1,177,821.32	**1,178,948.00**	1,126.68 LT	3,981.94	
Int. Semi-Annually Mar/Sep 29; Yield to Maturity .843%; Moody AAA S&P AA+; Issued 08/10/12									
FED NATL MTG ASSN	12/4/14	640,000.000	99.163	99.338	634,643.20			5,600.00	0.88
Coupon Rate 0.875%; Matures 02/08/2018; CUSIP 3135G0TG8			99.163		634,643.19	**635,763.20**	1,120.01 ST	2,691.11	
Int. Semi-Annually Feb/Aug 08; Yield to Maturity 1.142%; Moody AAA S&P AA+; Issued 01/07/13									
FED NATL MTG ASSN	3/4/14	385,000.000	101.625	102.264	391,256.25				
Coupon Rate 1.875%; Matures 09/18/2018; CUSIP 3135G0YM9			101.133		389,362.33	393,716.40	4,354.07 LT		
	2/9/15	314,000.000	102.075	102.264	320,515.50				
			101.807		319,673.28	321,108.96	1,435.68 ST		
	Total	699,000.000			711,771.75			13,106.00	1.83
					709,035.61	**714,825.36**	4,354.07 LT	4,842.03	
							1,435.68 ST		
Int. Semi-Annually Mar/Sep 18; Yield to Maturity 1.137%; Moody AAA S&P AA+; Issued 08/23/13									
FED NATL MTG ASSN	3/7/14	705,000.000	99.778	101.433	703,434.90			11,456.00	1.60
Coupon Rate 1.625%; Matures 11/27/2018; CUSIP 3135G0YT4			99.778		703,434.90	**715,102.65**	11,667.75 LT	2,036.66	
Int. Semi-Annually May/Nov 27; Yield to Maturity 1.184%; Moody AAA S&P AA+; Issued 10/01/13									
FED NATL MTG ASSN	6/17/14	581,000.000	100.790	101.963	585,589.90				
Coupon Rate 1.875%; Matures 02/19/2019; CUSIP 3135G0ZA4			100.606		584,521.81	592,405.03	7,883.22 LT		
	12/11/14	309,000.000	101.429	101.963	313,415.61				
			101.217		312,761.98	315,065.67	2,303.69 ST		
	Total	890,000.000			899,005.51			16,688.00	1.83
					897,283.79	**907,470.70**	7,883.22 LT	7,509.37	
							2,303.69 ST		
Int. Semi-Annually Feb/Aug 19; Yield to Maturity 1.307%; Moody AAA S&P AA+; Issued 01/13/14									

00324T IMSAUU49 U2U923

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CASH FLOW ACTIVITY BY DATE (CONTINUED)

Transaction Date	Settlement Date	Activity Type	Description	Comments	Quantity	Price	Credits/(Debits)
7/25	7/25	Interest Income	JP MORGAN 11770 18JA25	CUSIP: 46625HJF8			461.16
7/30	7/30	Interest Income	FNMA 1250 17JA30	CUSIP: 3135G0GY3			3,831.25
7/30	7/30	Interest Income	GOLDMAN SACHS GRP 1478 18AP30	CUSIP: 38141GVK7			579.15
7/31	7/31	Interest Income	US TSY NOTE 1250 20JA31	CUSIP: 912828H52			5,025.00
7/31	7/31	Interest Income	MORGAN STANLEY BANK N.A. (Period 07/01-07/31)				2.29
7/31	7/31	Interest Income	MORGAN STANLEY PRIVATE BANK NA (Period 07/13-07/31)				0.06
7/31	7/31	Service Fee	3RD QTR ADVISORY FEE *				(4,753.91)
NET CREDITS/(DEBITS)							**$(573.85)**

Purchase and Sale transactions above may have received an average price execution. Details regarding the actual prices are available upon request.

MONEY MARKET FUND (MMF) AND BANK DEPOSIT PROGRAM ACTIVITY

Date	Activity Type	Description	Credits/(Debits)
7/13	Automatic Investment	BANK DEPOSIT PROGRAM	$154,974.64
7/14	Automatic Investment	BANK DEPOSIT PROGRAM	1,054.50
7/15	Automatic Investment	BANK DEPOSIT PROGRAM	2,901.25
7/16	Automatic Redemption	BANK DEPOSIT PROGRAM	(4,814.01)
7/20	Automatic Redemption	BANK DEPOSIT PROGRAM	(159,835.23)
7/27	Automatic Investment	BANK DEPOSIT PROGRAM	461.16
7/30	Automatic Investment	BANK DEPOSIT PROGRAM	4,410.40
7/31	Automatic Investment	BANK DEPOSIT PROGRAM	5,025.00
7/31	Automatic Investment	BANK DEPOSIT PROGRAM	2.29
7/31	Automatic Investment	BANK DEPOSIT PROGRAM	0.06
NET ACTIVITY FOR PERIOD			**$4,180.06**

287

REALIZED GAIN/(LOSS) DETAIL

LONG-TERM GAIN/(LOSS)

Security Description		Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
COMCAST CORP	4.950 6-15-16	02/13/13	06/17/15	135,000.000	$140,513.40	$140,063.47	$449.93	
GLAXOSMITHKLINE	.700 3-18-16	05/21/13	06/17/15	156,000.000	156,127.92	156,037.90	90.02	

CLIENT STATEMENT | For the Period August 1-31, 2015

STATEMENT FOR:
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Morgan Stanley Smith Barney LLC. Member SIPC.

#BWNJGWM
00003679 02 AT 0.413 02 TR 00019 MSADD461 000000
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

288

00367 9 MSADD461 023899

Morgan Stanley

RECEIVED
SEP 08 2015
ACSIG

TOTAL VALUE OF YOUR ACCOUNT (as of 8/31/15) $15,932,202.77
Includes Accrued Interest

Your Financial Advisor
Cary Allison
Senior Vice President
Cary.Allison@morganstanley.com
916 797-7742

Your Branch
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661
Telephone: 916-797-7700; Alt. Phone: 888-335-6370; Fax: 916-797-7750

Client Service Center (24 Hours a Day; 7 Days a Week): 800-869-3326

Access Your Account Online: www.morganstanley.com/online

171 - 041349 - 009 - 1 - 0

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

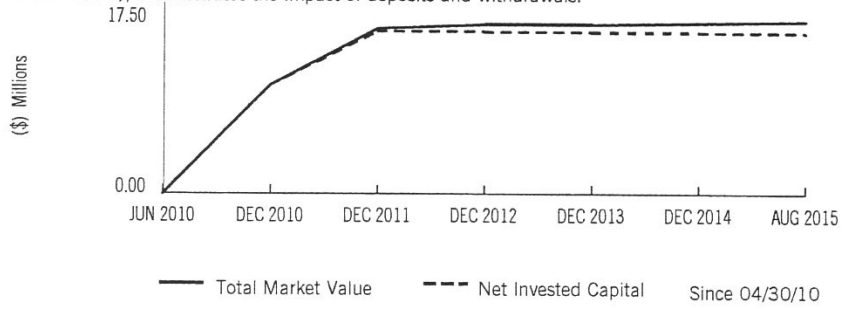
CHANGE IN VALUE OF YOUR ACCOUNTS (includes accrued interest)

	This Period (8/1/15-8/31/15)	This Year (1/1/15-8/31/15)
TOTAL BEGINNING VALUE	**$15,933,478.08**	**$15,789,357.74**
Credits	—	—
Debits	—	(28,481.53)
Security Transfers	—	—
Net Credits/Debits/Transfers	**—**	**$(28,481.53)**
Change in Value	**(1,275.31)**	**171,326.56**
TOTAL ENDING VALUE	**$15,932,202.77**	**$15,932,202.77**

Net Credits / Debits include investment advisory fees as applicable. See Activity section for details.

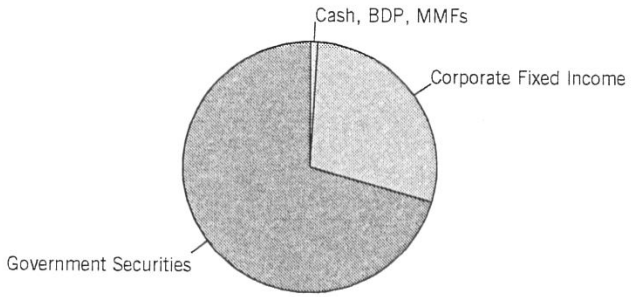
CHANGE IN VALUE OVER TIME

The display of market value (total account value) and net invested capital (total amount invested minus total withdrawn), demonstrates the impact of deposits and withdrawals.



This graph does not reflect corrections to Net Invested Capital or Market Value made subsequent to the dates depicted. It may exclude transactions in Annuities or positions where we are not the custodian, which could delay the reporting of Market Value or affect the Net Invested Capital.

ALLOCATION OF HOLDINGS



	Market Value	Percentage %
Cash, BDP, MMFs*	$144,529.81	0.9
Corporate Fixed Income ^	4,562,681.79	28.6
Government Securities ^	11,224,991.17	70.5
TOTAL VALUE ^	**$15,932,202.77**	**100.0%**

*This allocation represents holdings on a trade date basis, and projected settled Cash/ BDP and MMF balances. These classifications are not intended to serve as a suitability analysis. * FDIC rules apply and Bank Deposits are eligible for FDIC insurance but are not covered by SIPC. Cash and securities (including MMFs) are eligible for SIPC coverage. See Expanded Disclosures. ^ Includes Estimated Accrued Interest.*

289

U0307A MSAUU491 U2350U

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ADDITIONAL ACCOUNT INFORMATION

Category	This Period (8/1/15-8/31/15)	This Year (1/1/15-8/31/15)
Accrued Interest Paid	$128.22	$11,393.52
U.S. Treasury Coupon Interest	16,788.75	58,230.63

Category	This Period (8/1/15-8/31/15)	This Year (1/1/15-8/31/15)
Accrued Interest Received	119.17	18,854.57

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
US BANCORP Coupon Rate 2.200%; Matures 11/15/2016; CUSIP 91159HHB9 *Int. Semi-Annually May/Nov 15; Callable $100.00 on 10/14/16; Yield to Call .966%; Moody A1 S&P A+; Issued 11/03/11*	5/22/13	150,000.000	104.520 101.588	101.370	156,780.00 152,382.35	**152,055.00**	(327.35) LT	3,300.00 971.66	2.17
BHP BILLITON FIN USA LTD Coupon Rate 1.875%; Matures 11/21/2016; CUSIP 055451AK4 *Int. Semi-Annually May/Nov 21; Yield to Maturity 1.141%; Moody A1 S&P A+; Issued 11/21/11*	2/13/12	152,000.000	102.530 100.664	100.888	155,845.60 153,009.40	**153,349.76**	340.36 LT	2,850.00 791.66	1.85
BANK OF NOVA SCOTIA Coupon Rate 1.100%; Matures 12/13/2016; CUSIP 064159DA1 *Int. Semi-Annually Jun/Dec 13; Yield to Maturity 1.127%; Moody AA2 S&P A+; Issued 12/13/13*	12/17/13	155,000.000	100.149 100.065	99.965	155,230.95 155,100.29	**154,945.75**	(154.54) LT	1,705.00 369.41	1.10
DUKE ENERGY CAROLINAS Coupon Rate 1.750%; Matures 12/15/2016; CUSIP 26442CAL8 *Int. Semi-Annually Jun/Dec 15; Yield to Maturity 1.164%; Moody AA2 S&P A; Issued 12/08/11*	4/8/14	152,000.000	102.434 101.178	100.747	155,699.68 153,790.48	**153,135.44**	(655.04) LT	2,660.00 561.55	1.73
BB&T CORPORATION Coupon Rate 2.150%; Matures 03/22/2017; CUSIP 05531FAK9 *Int. Semi-Annually Mar/Sep 22; Callable $100.00 on 02/22/17; Yield to Call 1.209%; Moody A2 S&P A-; Issued 03/22/12*	5/10/12	151,000.000	101.652 100.546	101.371	153,494.52 151,824.53	**153,070.21**	1,245.68 LT	3,247.00 1,433.87	2.12
GENERAL ELECTRIC CAPITAL CORP Coupon Rate 2.300%; Matures 04/27/2017; CUSIP 36962G5W0 *Int. Semi-Annually Apr/Oct 27; Yield to Maturity 1.302%; Moody A1 S&P AA+; Issued 04/27/12*	10/16/12	150,000.000	103.739 101.397	101.628	155,608.50 152,095.15	**152,442.00**	346.85 LT	3,450.00 1,188.33	2.26
UNITED TECHNOLOGIES CORP Coupon Rate 1.800%; Matures 06/01/2017; CUSIP 913017BU2 *Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.204%; Moody A2 S&P A; Issued 06/01/12*	5/22/13	151,000.000	102.904 101.283	101.029	155,385.04 152,936.93	**152,553.79**	(383.14) LT	2,718.00 679.50	1.78
ANHEUSER-BUSCH INBEV WOR Coupon Rate 1.375%; Matures 07/15/2017; CUSIP 03523TBN7 *Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.227%; Moody A2 S&P A; Issued 07/16/12*	2/26/14	156,000.000	100.622 100.349	100.272	156,970.32 156,544.24	**156,424.32**	(119.92) LT	2,145.00 274.08	1.37
MERRILL LYNCH & CO Coupon Rate 6.400%; Matures 08/28/2017; CUSIP 59018YJ69 *Int. Semi-Annually Feb/Aug 28; Yield to Maturity 1.963%; Moody BAA1 S&P A-; Issued 08/28/07*	8/6/13	132,000.000	114.839 107.471	108.625	151,587.48 141,861.49	**143,385.00**	1,523.51 LT	8,448.00 70.39	5.89
UNITEDHEALTH GROUP INC Coupon Rate 1.400%; Matures 10/15/2017; CUSIP 91324PBY7 *Int. Semi-Annually Apr/Oct 15; Yield to Maturity 1.516%; Moody A3 S&P A+; Issued 10/22/12*	5/16/13	155,000.000	100.941 100.460	99.758	156,458.55 155,712.79	**154,624.90**	(1,087.89) LT	2,170.00 819.77	1.40
MICROSOFT CORP Coupon Rate 0.875%; Matures 11/15/2017; CUSIP 594918AP9 *Int. Semi-Annually May/Nov 15; Yield to Maturity .964%; Moody AAA S&P AAA; Issued 11/07/12*	12/19/13	159,000.000	98.749 98.749	99.806	157,010.91 157,010.91	**158,691.54**	1,680.63 LT	1,391.00 409.64	0.87
WELLS FARGO CO Coupon Rate 5.625%; Matures 12/11/2017; CUSIP 949746NX5 *Int. Semi-Annually Jun/Dec 11; Yield to Maturity 1.646%; Moody A2 S&P A+; Issued 12/10/07*	1/8/13	130,000.000	119.417 109.172	108.856	155,242.10 141,923.75	**141,512.80**	(410.95) LT	7,313.00 1,624.99	5.16

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
APPLE INC	3/9/15	161,000.000	98.318	97.632	158,291.98			2,496.00	1.58
Coupon Rate 1.550%; Matures 02/07/2020; CUSIP 037833AX8			98.318		158,291.98	**157,187.52**	(1,104.46) ST	152.50	
Int. Semi-Annually Feb/Aug 09; Yield to Maturity 2.112%; Moody AA1 S&P AA+; Issued 02/09/15									
COMCAST CORP	6/17/15	139,000.000	112.494	111.825	156,366.66			7,159.00	4.60
Coupon Rate 5.150%; Matures 03/01/2020; CUSIP 20030NBA8			112.008		155,691.16	**155,436.75**	(254.41) ST	3,579.25	
Int. Semi-Annually Mar/Sep 01; Yield to Maturity 2.365%; Moody A3 S&P A-; Issued 03/01/10									
CISCO SYSTEMS INC	6/17/15	159,000.000	100.112	100.971	159,178.08			3,896.00	2.42
Coupon Rate 2.450%; Matures 06/15/2020; CUSIP 17275RAX0			100.108		159,171.59	**160,543.89**	1,372.30 ST	800.74	
Int. Semi-Annually Jun/Dec 15; Yield to Maturity 2.235%; First Coupon 12/15/15; Moody A1 S&P AA-; Issued 06/17/15									

	Percentage of Assets	Face Value	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CORPORATE FIXED INCOME		**4,471,000.000**	**$4,600,858.72**			**$104,128.00**	**2.29%**
			$4,541,122.56	**$4,537,034.73**	**$3,204.55 LT**	**$25,647.06**	
					$(7,292.38) ST		
TOTAL CORPORATE FIXED INCOME (includes accrued interest)	**28.6%**			**$4,562,681.79**			

Watchlist and CreditWatch Indicators: (*) = developing/uncertain (+) = On Watchlist/CreditWatch Upgrade (-) = On Watchlist/CreditWatch Downgrade

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	5/29/13	9,000.000	$105.379	$101.184	$9,484.10				
Coupon Rate 2.375%; Matures 03/31/2016; CUSIP 912828KT6			$101.104		$9,099.37	$9,106.56	$7.19 LT		
	8/15/13	375,000.000	104.688	101.184	392,578.13				
			101.041		378,903.69	379,440.00	536.31 LT		
	Total	384,000.000			402,062.23			9,120.00	2.34
					388,003.06	**388,546.56**	543.50 LT	3,812.45	
Int. Semi-Annually Mar/Sep 30; Moody AAA; Issued 03/31/09									
UNITED STATES TREASURY NOTE	11/29/11	355,000.000	100.375	100.569	356,331.25				
Coupon Rate 1.000%; Matures 10/31/2016; CUSIP 912828RM4			100.090		355,320.22	357,019.95	1,699.73 LT		
	12/13/11	185,000.000	100.695	100.569	186,286.33				
			100.168		185,311.43	186,052.65	741.22 LT		

292

0036/9 MSAUD461 023903

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
	Total	901,000.000			907,656.35 905,555.19	**908,631.47**	3,076.28 ST	10,136.00 3,491.37	1.11
Int. Semi-Annually Apr/Oct 27; Yield to Maturity .610%; Moody AAA S&P AA+; Issued 03/01/12									
FED HOME LN MTG CORP	10/26/12	950,000.000	100.513	100.247	954,873.50				
Coupon Rate 1.000%; Matures 09/29/2017; CUSIP 3137EADL0			100.220		952,085.41	952,346.50	261.09 LT		
	2/7/13	225,000.000	100.617	100.247	226,388.25				
			100.279		225,628.23	225,555.75	(72.48) LT		
	Total	1,175,000.000			1,181,261.75 1,177,713.64	**1,177,902.25**	188.61 LT	11,750.00 4,961.11	0.99
Int. Semi-Annually Mar/Sep 29; Yield to Maturity .880%; Moody AAA S&P AA+; Issued 08/10/12									
FED NATL MTG ASSN	12/4/14	640,000.000	99.163	99.607	634,643.20			5,600.00	0.87
Coupon Rate 0.875%; Matures 02/08/2018; CUSIP 3135G0TG8			99.163		634,643.19	**637,484.80**	2,841.61 ST	357.77	
Int. Semi-Annually Feb/Aug 08; Yield to Maturity 1.039%; Moody AAA S&P AA+; Issued 01/07/13									
FED NATL MTG ASSN	3/4/14	385,000.000	101.625	102.047	391,256.25				
Coupon Rate 1.875%; Matures 09/18/2018; CUSIP 3135G0YM9			101.104		389,249.09	392,880.95	3,631.86 LT		
	2/9/15	314,000.000	102.075	102.047	320,515.50				
			101.760		319,525.48	320,427.58	902.10 ST		
	Total	699,000.000			711,771.75 708,774.57	**713,308.53**	3,631.86 LT 902.10 ST	13,106.00 5,934.21	1.83
Int. Semi-Annually Mar/Sep 18; Yield to Maturity 1.189%; Moody AAA S&P AA+; Issued 08/23/13									
FED NATL MTG ASSN	3/7/14	705,000.000	99.778	101.255	703,434.90			11,456.00	1.60
Coupon Rate 1.625%; Matures 11/27/2018; CUSIP 3135G0YT4			99.778		703,434.90	**713,847.75**	10,412.85 LT	2,991.35	
Int. Semi-Annually May/Nov 27; Yield to Maturity 1.228%; Moody AAA S&P AA+; Issued 10/01/13									
FED NATL MTG ASSN	6/17/14	581,000.000	100.790	101.821	585,589.90				
Coupon Rate 1.875%; Matures 02/19/2019; CUSIP 3135G0ZA4			100.592		584,441.58	591,580.01	7,138.43 LT		
	12/11/14	309,000.000	101.429	101.821	313,415.61				
			101.190		312,676.02	314,626.89	1,950.87 ST		
	Total	890,000.000			899,005.51 897,117.60	**906,206.90**	7,138.43 LT 1,950.87 ST	16,688.00 556.24	1.84
Int. Semi-Annually Feb/Aug 19; Yield to Maturity 1.336%; Moody AAA S&P AA+; Issued 01/13/14									
FED NATL MTG ASSN	5/4/15	641,000.000	99.290	99.170	636,448.90			9,615.00	1.51
Coupon Rate 1.500%; Matures 06/22/2020; CUSIP 3135G0D75			99.290		636,448.90	**635,679.70**	(769.20) ST	1,842.87	
Int. Semi-Annually Jun/Dec 22; Yield to Maturity 1.680%; Moody AAA S&P AA+; Issued 04/27/15									

0036/9 MSAUD461 023904

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

CASH FLOW ACTIVITY BY DATE (CONTINUED)

Transaction Date	Settlement Date	Activity Type	Description	Comments	Quantity	Price	Credits/(Debits)
8/31	8/31	Interest Income	MORGAN STANLEY BANK N.A. (Period 08/01-08/31)				1.98
NET CREDITS/(DEBITS)							$40,359.61

Purchase and Sale transactions above may have received an average price execution. Details regarding the actual prices are available upon request.

MONEY MARKET FUND (MMF) AND BANK DEPOSIT PROGRAM ACTIVITY

Date	Activity Type	Description	Credits/(Debits)
8/3	Automatic Redemption	BANK DEPOSIT PROGRAM	$(3,828.91)
8/10	Automatic Investment	BANK DEPOSIT PROGRAM	5,520.25
8/17	Automatic Investment	BANK DEPOSIT PROGRAM	3,393.75
8/19	Automatic Investment	BANK DEPOSIT PROGRAM	8,343.75
8/25	Automatic Investment	BANK DEPOSIT PROGRAM	7,800.00
8/28	Automatic Redemption	BANK DEPOSIT PROGRAM	(2,413.87)
8/31	Automatic Investment	BANK DEPOSIT PROGRAM	16,788.75
8/31	Automatic Investment	BANK DEPOSIT PROGRAM	1.98
NET ACTIVITY FOR PERIOD			$35,605.70

REALIZED GAIN/(LOSS) DETAIL

LONG-TERM GAIN/(LOSS)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
BERKSHIRE INC 2.200 8-15-16	05/15/13	08/25/15	150,000.000	$152,139.00	$152,132.47	$6.53	
RIO TINTO FINANCE 2 1/4 9-20-16	12/03/13	07/13/15	152,000.000	154,974.64	154,974.64	0.00	
Long-Term This Period				$152,139.00	$152,132.47	$6.53	
Long-Term Year to Date				$2,265,375.56	$2,260,450.26	$4,925.30	

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CLIENT STATEMENT | For the Period September 1-30, 2015

RECEIVED
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ACSIG

STATEMENT FOR:
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Morgan Stanley Smith Barney LLC. Member SIPC.

295

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00003275 03 AT 0.673 03 TR 00031 MSADD461 100000
ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS
P O BOX 2487
DUBLIN CA 94568-0710

Morgan Stanley

TOTAL VALUE OF YOUR ACCOUNT (as of 9/30/15) $16,009,546.90
Includes Accrued Interest

Your Financial Advisor
Cary Allison
Senior Vice President
Cary.Allison@morganstanley.com
916 797-7742

Your Branch
1478 STONE POINT DR SUITE 500
ROSEVILLE, CA 95661
Telephone: 916-797-7700; Alt. Phone: 888-335-6370; Fax: 916-797-7750

Client Service Center (24 Hours a Day; 7 Days a Week): 800-869-3326

Access Your Account Online: www.morganstanley.com/online

171 - 041349 - 009 - 1 - 0

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

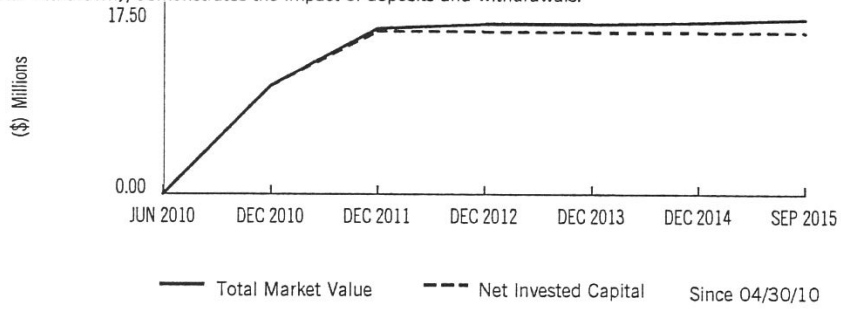
CHANGE IN VALUE OF YOUR ACCOUNTS (includes accrued interest)

	This Period (9/1/15-9/30/15)	This Year (1/1/15-9/30/15)
TOTAL BEGINNING VALUE	**$15,932,202.77**	**$15,789,357.74**
Credits	—	—
Debits	—	(28,481.53)
Security Transfers	—	—
Net Credits/Debits/Transfers	**—**	**$(28,481.53)**
Change in Value	**77,344.13**	**248,670.69**
TOTAL ENDING VALUE	**$16,009,546.90**	**$16,009,546.90**

Net Credits / Debits include investment advisory fees as applicable. See Activity section for details.

CHANGE IN VALUE OVER TIME

The display of market value (total account value) and net invested capital (total amount invested minus total withdrawn), demonstrates the impact of deposits and withdrawals.



This graph does not reflect corrections to Net Invested Capital or Market Value made subsequent to the dates depicted. It may exclude transactions in Annuities or positions where we are not the custodian, which could delay the reporting of Market Value or affect the Net Invested Capital.

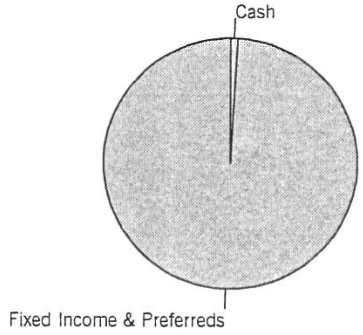
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ASSET ALLOCATION (includes accrued interest)

	Market Value	Percentage
Cash	$151,537.68	0.9
Fixed Income & Preferreds	15,858,009.22	99.1
TOTAL VALUE	**$16,009,546.90**	**100.0%**

FDIC rules apply and Bank Deposits are eligible for FDIC insurance but are not covered by SIPC. Cash and securities (including MMFs) are eligible for SIPC coverage. See Expanded Disclosures.
Values may include assets externally held, which are provided to you as a courtesy, and may not be covered by SIPC. For additional information, refer to the corresponding section of this statement.



This allocation represents holdings on a trade date basis, and projected settled Cash/ BDP and MMF balances. These classifications are not intended to serve as a suitability analysis.

Account Summary

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ADDITIONAL ACCOUNT INFORMATION

Category	This Period (9/1/15-9/30/15)	This Year (1/1/15-9/30/15)
Accrued Interest Paid	$3,866.78	$15,260.30
U.S. Treasury Coupon Interest	4,560.00	62,790.63

Category	This Period (9/1/15-9/30/15)	This Year (1/1/15-9/30/15)
Accrued Interest Received	3,904.31	22,758.88

297

0032/5 MSAUD461 02/08/6

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
BANK OF NOVA SCOTIA	12/17/13	155,000.000	100.149	100.185	155,230.95			1,705.00	1.09
Coupon Rate 1.100%; Matures 12/13/2016; CUSIP 064159DA1			100.061		155,093.82	**155,286.75**	192.93 LT	506.76	
Int. Semi-Annually Jun/Dec 13; Yield to Maturity .945%; Moody AA2 S&P A+; Issued 12/13/13; Asset Class: FI & Pref									
DUKE ENERGY CAROLINAS	4/8/14	152,000.000	102.434	100.810	155,699.68			2,660.00	1.73
Coupon Rate 1.750%; Matures 12/15/2016; CUSIP 26442CAL8			101.102		153,675.28	**153,231.20**	(444.08) LT	775.83	
Int. Semi-Annually Jun/Dec 15; Yield to Maturity 1.073%; Moody AA2 S&P A; Issued 12/08/11; Asset Class: FI & Pref									
BB&T CORPORATION	5/10/12	151,000.000	101.652	101.319	153,494.52			3,247.00	2.12
Coupon Rate 2.150%; Matures 03/22/2017; CUSIP 05531FAK9			100.517		151,781.06	**152,991.69**	1,210.63 LT	72.14	
Int. Semi-Annually Mar/Sep 22; Callable $100.00 on 02/22/17; Yield to Call 1.193%; Moody A2 S&P A-; Issued 03/22/12; Asset Class: FI & Pref									
GENERAL ELECTRIC CAPITAL CORP	10/16/12	150,000.000	103.739	102.046	155,608.50			3,450.00	2.25
Coupon Rate 2.300%; Matures 04/27/2017; CUSIP 36962G5W0			101.327		151,991.06	**153,069.00**	1,077.94 LT	1,466.25	
Int. Semi-Annually Apr/Oct 27; Yield to Maturity .988%; Moody A1 S&P AA+; Issued 04/27/12; Asset Class: FI & Pref									
UNITED TECHNOLOGIES CORP	5/22/13	151,000.000	102.904	101.201	155,385.04			2,718.00	1.77
Coupon Rate 1.800%; Matures 06/01/2017; CUSIP 913017BU2			101.222		152,845.52	**152,813.51**	(32.01) LT	898.45	
Int. Semi-Annually Jun/Dec 01; Yield to Maturity 1.072%; Moody A3 S&P A-; Issued 06/01/12; Asset Class: FI & Pref									
ANHEUSER-BUSCH INBEV WOR	2/26/14	156,000.000	100.622	99.971	156,970.32			2,145.00	1.37
Coupon Rate 1.375%; Matures 07/15/2017; CUSIP 03523TBN7			100.333		156,520.24	**155,954.76**	(565.48) LT	446.87	
Int. Semi-Annually Jan/Jul 15; Yield to Maturity 1.391%; Moody A2 S&P A (-); Issued 07/16/12; Asset Class: FI & Pref									
MERRILL LYNCH & CO	8/6/13	132,000.000	114.839	108.519	151,587.48			8,448.00	5.89
Coupon Rate 6.400%; Matures 08/28/2017; CUSIP 59018YJ69			107.164		141,456.65	**143,245.08**	1,788.43 LT	750.93	
Int. Semi-Annually Feb/Aug 28; Yield to Maturity 1.842%; Moody BAA1 S&P A-; Issued 08/28/07; Asset Class: FI & Pref									
MICROSOFT CORP	12/19/13	159,000.000	98.749	100.104	157,010.91			1,391.00	0.87
Coupon Rate 0.875%; Matures 11/15/2017; CUSIP 594918AP9			98.749		157,010.91	**159,165.36**	2,154.45 LT	521.71	
Int. Semi-Annually May/Nov 15; Yield to Maturity .825%; Moody AAA S&P AAA; Issued 11/07/12; Asset Class: FI & Pref									
WELLS FARGO CO	1/8/13	130,000.000	119.417	108.744	155,242.10			7,313.00	5.17
Coupon Rate 5.625%; Matures 12/11/2017; CUSIP 949746NX5			108.842		141,494.69	**141,367.20**	(127.49) LT	2,214.06	
Int. Semi-Annually Jun/Dec 11; Yield to Maturity 1.560%; Moody A2 S&P A+; Issued 12/10/07; Asset Class: FI & Pref									
JP MORGAN CHASE & CO	2/6/14	155,000.000	101.107	100.454	156,715.85			1,852.00	1.18
Coupon Rate 1.195%; Matures 01/25/2018; CUSIP 46625HJF8			100.653		156,012.45	**155,703.70**	(308.75) LT	334.46	
Interest Paid Quarterly Apr 25; Yield to Maturity .996%; Floater; Moody A3 S&P A; Issued 01/25/13; Asset Class: FI & Pref									
GOLDMAN SACHS GROUP INC	11/14/13	155,000.000	100.901	100.856	156,396.55			2,320.00	1.48
Coupon Rate 1.496%; Matures 04/30/2018; CUSIP 38141GVK7			100.529		155,819.76	**156,326.80**	507.04 LT	393.11	
Interest Paid Quarterly Jul 29; Yield to Maturity 1.159%; Floater; Moody A3 S&P A-; Issued 04/30/13; Asset Class: FI & Pref									
TORONTO-DOMINION BANK	5/16/13	155,000.000	100.281	99.483	155,435.55			2,170.00	1.40
Coupon Rate 1.400%; Matures 04/30/2018; CUSIP 89114QAG3			100.149		155,231.00	**154,198.65**	(1,032.35) LT	904.16	
Int. Semi-Annually Apr/Oct 30; Yield to Maturity 1.605%; Moody AA1 S&P AA-; Issued 04/30/13; Asset Class: FI & Pref									

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CISCO SYSTEMS INC	6/17/15	159,000.000	100.112	101.528	159,178.08			3,896.00	2.41
Coupon Rate 2.450%; Matures 06/15/2020; CUSIP 17275RAX0			100.106		159,168.77	**161,429.52**	2,260.75 ST	1,114.54	
Int. Semi-Annually Jun/Dec 15; Yield to Maturity 2.107%; First Coupon 12/15/15; Moody A1 S&P AA-; Issued 06/17/15; Asset Class: FI & Pref									
UNITEDHEALTH GROUP INC	9/21/15	156,000.000	102.140	102.323	159,338.40			4,212.00	2.63
Coupon Rate 2.700%; Matures 07/15/2020; CUSIP 91324PCM2			102.132		159,325.54	**159,623.88**	298.34 ST	783.89	
Int. Semi-Annually Jan/Jul 15; Yield to Maturity 2.186%; First Coupon 01/15/16; Moody A3 S&P A+; Issued 07/23/15; Asset Class: FI & Pref									
INTEL CORP	9/18/15	79,000.000	101.180	101.326	79,932.20			1,936.00	2.41
Coupon Rate 2.450%; Matures 07/29/2020; CUSIP 458140AQ3			101.175		79,928.13	**80,047.54**	119.41 ST	327.95	
Int. Semi-Annually Jan/Jul 29; Yield to Maturity 2.159%; First Coupon 01/29/16; Moody A1 S&P A+; Issued 07/29/15; Asset Class: FI & Pref									

	Percentage of Assets	Face Value	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
CORPORATE FIXED INCOME		**4,472,000.000**	**$4,610,588.30**			**$110,239.00**	**2.41%**
			$4,553,266.01	**$4,569,370.42**	**$11,427.87 LT**	**$24,472.16**	
					$4,676.54 ST		
TOTAL CORPORATE FIXED INCOME (includes accrued interest)	**28.7%**			**$4,593,842.58**			

Watchlist and CreditWatch Indicators: (*) = developing/uncertain (+) = On Watchlist/CreditWatch Upgrade (-) = On Watchlist/CreditWatch Downgrade

GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
UNITED STATES TREASURY NOTE	5/29/13	9,000.000	$105.379	$101.090	$9,484.10				
Coupon Rate 2.375%; Matures 03/31/2016; CUSIP 912828KT6			$100.948		$9,085.34	$9,098.10	$12.76 LT		
	8/15/13	375,000.000	104.688	101.090	392,578.13				
			100.894		378,352.58	379,087.50	734.92 LT		
	Total	384,000.000			402,062.23			4,560.00	1.17
					387,437.92	**388,185.60**	747.68 LT		
Int. Semi-Annually Mar/Sep 30; Moody AAA; Issued 03/31/09; Asset Class: FI & Pref									
UNITED STATES TREASURY NOTE	11/29/11	355,000.000	100.375	100.641	356,331.25				
Coupon Rate 1.000%; Matures 10/31/2016; CUSIP 912828RM4			100.084		355,297.91	357,275.55	1,977.64 LT		
	12/13/11	185,000.000	100.695	100.641	186,286.33				
			100.157		185,289.72	186,185.85	896.13 LT		

00327S MSAUU461 020878

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

Security Description	Trade Date	Face Value	Orig Unit Cost / Adj Unit Cost	Unit Price	Orig Total Cost / Adj Total Cost	Market Value	Unrealized Gain/(Loss)	Est Ann Income / Accrued Interest	Current Yield %
FED HOME LN MTG CORP	10/26/12	950,000.000	100.513	100.605	954,873.50				
Coupon Rate 1.000%; Matures 09/29/2017; CUSIP 3137EADL0			100.211		952,002.63	955,747.50	3,744.87 LT		
	2/7/13	225,000.000	100.617	100.605	226,388.25				
			100.268		225,603.28	226,361.25	757.97 LT		
	Total	1,175,000.000			1,181,261.75			11,750.00	0.99
					1,177,605.91	**1,182,108.75**	4,502.84 LT	32.63	
Int. Semi-Annually Mar/Sep 29; Yield to Maturity .694%; Moody AAA S&P AA+; Issued 08/10/12; Asset Class: FI & Pref									
FED NATL MTG ASSN	12/4/14	640,000.000	99.163	100.153	634,643.20				
Coupon Rate 0.875%; Matures 02/08/2018; CUSIP 3135G0TG8			99.163		634,643.19	640,979.20	6,336.01 ST		
	9/4/15	396,000.000	99.909	100.153	395,639.64				
			99.909		395,639.64	396,605.88	966.24 ST		
	Total	1,036,000.000			1,030,282.84			9,065.00	0.87
					1,030,282.83	**1,037,585.08**	7,302.25 ST	1,309.38	
Int. Semi-Annually Feb/Aug 08; Yield to Maturity .809%; Moody AAA S&P AA+; Issued 01/07/13; Asset Class: FI & Pref									
FED NATL MTG ASSN	3/4/14	385,000.000	101.625	102.555	391,256.25				
Coupon Rate 1.875%; Matures 09/18/2018; CUSIP 3135G0YM9			101.074		389,135.48	394,836.75	5,701.27 LT		
	2/9/15	314,000.000	102.075	102.555	320,515.50				
			101.712		319,377.26	322,022.70	2,645.44 ST		
	Total	699,000.000			711,771.75			13,106.00	1.82
					708,512.74	**716,859.45**	5,701.27 LT	436.87	
							2,645.44 ST		
Int. Semi-Annually Mar/Sep 18; Yield to Maturity .999%; Moody AAA S&P AA+; Issued 08/23/13; Asset Class: FI & Pref									
FED NATL MTG ASSN	3/7/14	705,000.000	99.778	101.788	703,434.90			11,456.00	1.59
Coupon Rate 1.625%; Matures 11/27/2018; CUSIP 3135G0YT4			99.778		703,434.90	**717,605.40**	14,170.50 LT	3,914.21	
Int. Semi-Annually May/Nov 27; Yield to Maturity 1.048%; Moody AAA S&P AA+; Issued 10/01/13; Asset Class: FI & Pref									
FED NATL MTG ASSN	6/17/14	581,000.000	100.790	102.313	585,589.90				
Coupon Rate 1.875%; Matures 02/19/2019; CUSIP 3135G0ZA4			100.578		584,360.95	594,438.53	10,077.58 LT		
	12/11/14	309,000.000	101.429	102.313	313,415.61				
			101.162		312,589.67	316,147.17	3,557.50 ST		
	Total	890,000.000			899,005.51			16,688.00	1.83
					896,950.62	**910,585.70**	10,077.58 LT	1,900.52	
							3,557.50 ST		

300

00327S MSAUD461 020879

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

ACTIVITY

CASH FLOW ACTIVITY BY DATE

Transaction Date	Settlement Date	Activity Type	Description	Comments		Quantity	Price	Credits/(Debits)
9/1	9/1	Interest Income	COMCAST CORP 5150 20MH01	CUSIP: 20030NBA8				$3,579.25
9/4	9/8	Sold	FHLMC 2000 16AU25	ACCRUED INTEREST ACTED AS AGENT	279.50	387,000.000	101.4700	392,968.40
9/4	9/10	Sold	PNC FUNDING CORP 2700 *16SP19	ACCRUED INTEREST ACTED AS AGENT	1,923.75	150,000.000	101.4350	154,076.25
9/4	9/8	Bought	FNMA 0875 18FB08	ACCRUED INTEREST ACTED AS AGENT	288.75	396,000.000	99.9090	(395,928.39)
9/4	9/10	Bought	PNC FUNDING COP 5125 20FB08	ACCRUED INTEREST ACTED AS AGENT	646.89	142,000.000	111.7830	(159,378.75)
9/9	9/14	Sold	HOME DEPOT INC 2250 *18SP10	ACCRUED INTEREST ACTED AS AGENT	38.75	155,000.000	102.0590	158,230.20
9/9	9/14	Bought	BANK OF NEW YORK 2100 *19JA15	ACCRUED INTEREST ACTED AS AGENT	543.78	158,000.000	100.3730	(159,133.12)
9/10	9/10	Interest Income	HOME DEPOT INC 2250 *18SP10	CUSIP: 437076BB7				1,743.75
9/14	9/15	Sold	FHLMC 2000 16AU25	ACCRUED INTEREST ACTED AS AGENT	436.67	393,000.000	101.4190	399,013.34
9/14	9/15	Bought	FNMA 1500 20JN22	ACCRUED INTEREST ACTED AS AGENT	1,383.33	400,000.000	99.4500	(399,183.33)
9/17	9/17	Interest Income	BNP PARIBAS 2450 19MH17	CUSIP: 05574LXH6				1,911.00
9/18	9/18	Interest Income	FNMA 1875 18SP18	CUSIP: 3135G0YM9				6,553.13
9/18	9/23	Sold	OCCIDENTAL PETE 2500 16FB01	ACCRUED INTEREST ACTED AS AGENT	267.22	74,000.000	100.6960	74,782.26
9/18	9/23	Bought	INTEL CORP 2450 20JL29	ACCRUED INTEREST ACTED AS AGENT	290.33	79,000.000	101.1800	(80,222.53)
9/21	9/24	Sold	UNITEDHEALTH GRP 1400 17OC15	ACCRUED INTEREST ACTED AS AGENT	958.42	155,000.000	100.0190	155,987.87
9/21	9/24	Bought	UNITEDHEALTH GRP 2700 20JL15	ACCRUED INTEREST ACTED AS AGENT	713.70	156,000.000	102.1400	(160,052.10)
9/22	9/22	Interest Income	BB&T CORPORATION 2150 *17MH22	CUSIP: 05531FAK9				1,623.25
9/29	9/29	Interest Income	FHLMC 1000 17SP29	CUSIP: 3137EADL0				5,875.00
9/30	9/30	Interest Income	US TSY NOTE 2375 16MH31	CUSIP: 912828KT6				4,560.00
9/30	9/30	Interest Income	MORGAN STANLEY BANK N.A. (Period 09/01-09/30)					2.39
NET CREDITS/(DEBITS)								**$7,007.87**

Purchase and Sale transactions above may have received an average price execution. Details regarding the actual prices are available upon request.

Account Detail

Consulting and Evaluation Services Active Assets Account
171-041349-009

ALAMEDA COUNTY SCHOOLS INS GROUP
ATTENTION: KIMBERLY DENNIS

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

SHORT-TERM GAIN/(LOSS) (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
Short-Term This Period				$310,343.95	$311,089.75	$(745.80)	
Short-Term Year to Date				$1,101,007.68	$1,092,507.57	$8,500.11	
Net Realized Gain/(Loss) This Period				$1,331,154.01	$1,332,169.37	$(1,015.36)	
Net Realized Gain/(Loss) Year to Date				$4,387,193.30	$4,374,037.45	$13,155.85	

Treasury regulations require that we report on Form 1099-B a) adjusted cost basis on the sale of covered securities acquired on or after 1/1/11 (or the applicable date for the type of security), b) the gain or loss as either long-term or short-term, and c) basis adjustments on covered securities due to wash sales, certain corporate actions and transfers by gift or inheritance. This section may not reflect all the basis adjustments required when filing your tax return. Refer to the Expanded Disclosures.

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003275 MSAUD461 020881 E

MESSAGES

Statement of Financial Condition

At June 30, 2015 Morgan Stanley Smith Barney LLC had net capital of $5,031 which exceeded the Securities and Exchange Commission's minimum requirement by $4,868. A copy of the Morgan Stanley Smith Barney LLC Consolidated Statement of Financial Condition at June 30, 2015 can be viewed online at: http://www.morganstanley.com/about-us-ir/shareholder/morganstanley_smithbarney_llc.pdf or may be mailed to you at no cost by calling 1 (866) 825-1675, after September 15, 2015.

Important Information About Advisory Accounts

Please notify your Financial Advisor if there have been any changes in your financial situation or investment objectives, or if you wish to impose any reasonable restrictions on the management of your Investment Advisory accounts, or to reasonably modify existing restrictions.

For a copy of the applicable ADV Brochure for Morgan Stanley Smith Barney LLC, or for any investment advisor with whom we contract to manage your investment advisory account, please contact your Financial Advisor. These ADV Brochures contain important information about advisory programs.

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Would you like to receive your Statements and other documents faster, more securely and with the added benefit of reducing paper mail? Simply visit www.morganstanley.com/edelivery to set your eDelivery preferences today. Please note, if you have not already, you will first need to register for Morgan Stanley Online, to make your eDelivery selections.

Annual Report

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Dublin, CA 94568
Phone (925) 225-1030
Fax (925) 225-0653
www.acsig.com

EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: 2014/2015 Annual Report

A goal established by the Executive Director was the development of a report to document the historical perspective of the JPA and to highlight the progress of ACSIG. Because this is the third Annual Report published, we tried to target program specific goals and objectives and provide the reader a good explanation of ACSIG Services. Enclosed is an annual report developed in response to this goal. This is a working document, please feel free to provide feedback to improve the document.

The report will be reviewed with the Board of Directors.

Alameda County Schools Insurance Group (*ACSIG*)



2014/15 Annual Report

Table of Contents

EXECUTIVE DIRECTOR'S MESSAGE 3

OUR MISSION 5

PRESIDENT'S MESSAGE 6

GOVERNANCE 7

EVOLUTION OF DEFICIT 8

WORKERS COMPENSATION PROGRAM 9

SPECIAL RECOGNITION 17

PROPERTY & LIABILITY PROGRAM 18

DENTAL PROGRAM 19

VISION PROGRAM 20

MEMBER RESOURCES 21

BOARD CONTACT INFORMATION 23

Executive Director's Message



Welcome to the Annual Report for the Alameda County Schools Insurance Group (ACSIG). We are a Joint Powers Authority which began in 1978 and operates programs providing Workers' Compensation coverage, Property & Liability coverage as well as self-funded Dental and Vision coalitions. 2015 continued our improvement to our financial statements and highlighted our alignment with our deficit reduction plan.

As the ACSIG Board remains committed to funding the Workers' Compensation deficit, the program continues to offer a competitively priced program while making innovative services available to each partner. The deficit plan adopted by the Board in 2008 reflected a goal of eliminating the deficit by 2017. Our financial reports now extend into 2017 and will soon show a positive fund balance in the Workers' Compensation program for the first time in 10 years.

2015 was a year of change within our ACSIG service team. We lost two of our service team members mid-year and had a challenging time recruiting replacements. I am happy to report that all vacancies have been filled and we are working this summer to introduce the new members to each partner District. Each new member brings years of experience and a new perspective to the ACSIG team. I am looking forward to an exciting new year.

Due to the increased number of reported child abuse cases, new legislation was passed that now requires that all school employees to receive mandatory reporter training each year within the first 6-weeks of the school year. This requirement brought new challenges to each partner. To address these new changes, ACSIG has partnered with Keenan & Associates to provide an on-line training course that not only meets the requirements of the legislation, but that allows Districts to assign the course and track course completion electronically.

ACSIG continues to provide live, quarterly trainings to assist our partners. As the work environment changes, we see the line differentiating employment liability cases from workers' compensation injury cases become blurred. Typical FEHA related employment issues are managed by each member's labor counsel while workers' compensation claims are directed to ACSIG appointed counsel. When medically mandated work accommodations are necessary and permanent work restrictions given, Districts must coordinate with all counsel to meet its agency's needs. Alignment of both counsels must be handled with finesse to not duplicate work and keep the District in compliance will all requirements. We have focused our training in 2015 to address this new mandate and best meet the needs of our members.

As we look forward into 2016, many programs will continue while new program options will be explored. ACSIG is continuing to expand the Company Nurse program into member agencies. Additionally, the Service Team will continue to review loss drivers and work to structure all services toward loss mitigation. While the ACSIG Board has the decision making power over its own budget, it is also important that ACSIG agencies' interests are represented within the organizations to which it belongs. To provide that representation, I serve as a member and Treasurer of the PIPS Board, member and Treasurer of NCR as well serve as its Finance Committee Chairperson. I am a member of the NCR Claims & Coverage Committee and Underwriting/Member Services Committee as well as a member of the NCR

Executive Committee. I am also the Vice-President of the SAFER Excess Property/Liability JPA to which ACSIG belongs.

Working on these committees not only allows for input into the processes of each of these agencies, but also provides early information about upcoming changes in law, procedures and, continues to provide the opportunity for ACSIG to participate as a pilot agency in the expansion of Company Nurse.

As I reflect on my 9-years at ACSIG, I feel a sense of accomplishment. It is with pride that I serve this Board and the partners they represent. I would like to commend the Board for their commitment to ACSIG and their continued fiscal integrity. So much has been accomplished throughout these past 9 years. ACSIG is fully accredited for the second time, the financials reflect positive movement, our tail claims are under 200 and we continue to perform better than the average in our claims experience. All these factors validate the hard work and difficult decisions that have encompassed the past 9 years. It is my privilege to work side by side with each partner. Thank you for your continued confidence and support.

"It doesn't matter how many say it cannot be done or how many people have tried it before; it's important to realize that whatever you're doing, it's your first attempt at it."
~ Wally Amos

Kimberly Dennis

Our Mission



Alameda County Schools Insurance Group is an accredited JPA that conservatively balances cost and risk through self- supporting, service driven insurance programs that is committed to providing services to district and county members through education and outstanding customer service.

President's Message



Susan Kinder

ACSIG President, 2011 – Present

On behalf of the Alameda County Schools Insurance Group (ACSIG), we are pleased to provide you with the 2014-2015 Annual Report.

ACSIG continues to make great strides in both programs and fiscal health. We have been able to maintain our competitive rates while still accomplishing our goal of reducing our deficit. We reduced our operating deficit to just over $6 million in 2015 from a high of $19.6 million in 2011 and we are on track to have it eliminated by the end of 2017.

Although there are many challenges in risk management, both old and new, I am confident that we will continue to develop solutions to help mitigate or, even better, avoid costly claims to our Districts and ACSIG. This would not be possible without the excellent leadership provided by Kimberly Dennis, the support provided by her staff, and the active participation of all our member districts. On behalf of the Executive Board, thank you for your continued confidence in the Alameda County School Insurance Group.



Governance

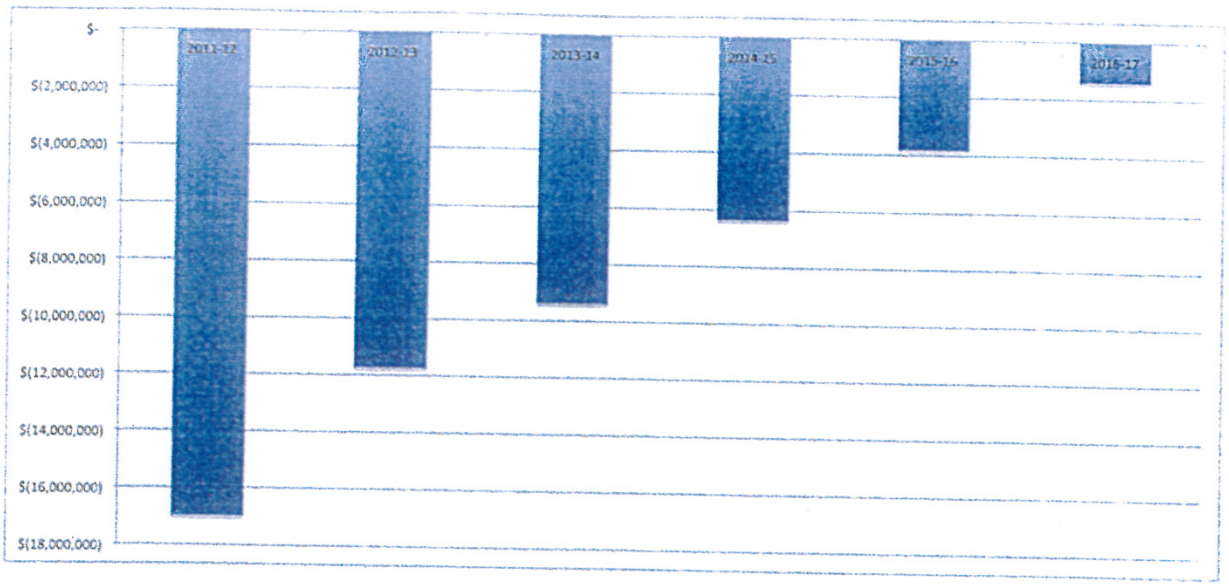
Executive Committee

Susan Kinder	President	Livermore USD
Dr Candi Clark	Vice President	Castro Valley USD
Allan Garde	Board Member	Emery USD
Raul Parungao	Board Member	Fremont USD
Akur Varadarajan	Board Member	New Haven USD
Annette Heldman	Board Member	Piedmont USD
Luz Cázares	Board Member	Pleasanton USD

Board of Directors

Susan Kinder	President	Livermore Valley Joint USD
Dr Candi Clark	Vice-President	Castro Valley Unified School District
Gary Jones	Board Member	Alameda County Office of Education
Shariq Khan	Board Member	Alameda Unified School District
Allan Garde	Board Member	Albany Unified School District
Beverly Heironimus	Board Member	Dublin Unified School District
Marites Fermin	Board Member	Eden Area ROP
Dora Siu	Board Member	Emery Unified School District
Raul Parungao	Board Member	Fremont Unified School District
Joyce Veasley	Board Member	Mission Valley ROP
Dina Stewart	Board Member	Mountain House Unified School District
Bryan Richards	Board Member	Newark Unified School District
Akur Varadarajan	Board Member	New Haven Unified School District
Song Chin- Bendib	Board Member	Piedmont Unified School District
Luz Cázares	Board Member	Pleasanton Unified School District
Mark Martinelli	Board Member	San Leandro Unified School District
Annette Heldman	Board Member	San Lorenzo Unified School District
Miki Whetfield	Board Member	Sunol Glen Unified School District
Julie Duncan	Board Member	Tri-Valley ROP

Evolution of Deficit



WORKERS COMPENSATION FUND

	DEFICIT	Revenue	TRANSFER	Expenditures	change in financial position		Ending Deficit	Open Tail Claims	Outstanding Liability
2011-12 actual	$ (19,665,295)	$ 20,034,030		$ 17,376,343	$ 2,657,687	2011-12	$ (17,007,608)	395	$ 35,011,547
2012-13 actual	$ (17,007,608)	$ 19,217,218		$ 13,937,752	$ 5,279,466	2012-13	$ (11,728,142)	296	$ 28,388,856
2013-14 actual	$ (11,728,142)	$ 19,670,032		$ 17,322,172	$ 2,347,860	2013-14	$ (9,380,282)	237	$ 25,171,516
2014-15 actual	$ (9,380,282)	$ 20,284,500	$ 2,450,000	$ 19,701,821	$ 3,032,679	2014-15	$ (6,347,603)	208	$ 21,359,518
2015-16 budget	$ (6,347,603)	$ 24,742,230		$ 22,219,706	$ 2,522,524	2015-16	$ (3,825,079)	177	$ 18,359,518
2016-17 budget	$ (3,825,079)	$ 25,943,200		$ 23,519,186	$ 2,424,014	2016-17	$ (1,401,065)		
2017-18									

Workers Compensation Program

Core Program



The Alameda County Schools Insurance Group (ACSIG) was founded in 1978 for the purpose of self-insuring for Workers' Compensation claims exposure.

This core program has grown throughout the past 35 years and now includes 19 member agencies and employee payroll of $803,948,848.

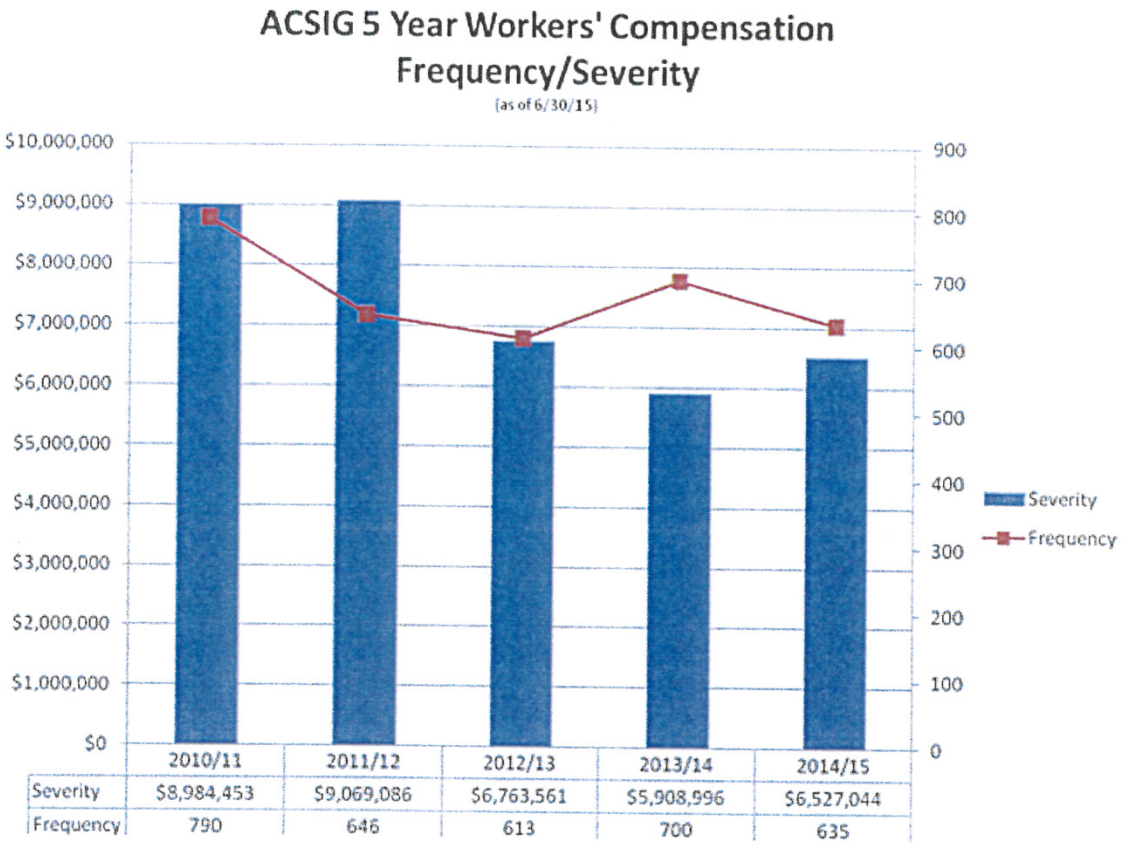
Self-Insured Retention

At inception ACSIG was a 100% self-insured program. Beginning in 1979, ACSIG began purchasing reinsurance to provide for catastrophe claims. The following schedule details the self-insured retention and dollar value at which reinsurance was purchased for the program since inception.

Coverage by Fiscal Year

Occurrence	Self-Insured Retention
July 1, 1978 – June 30, 1979	Unlimited
July 1, 1979—June 30, 1980	$250,000
July 1, 1980—June 30, 1981	$250,000
July 1, 1981 – June 30, 1982	$250,000
July 1, 1982 – June 30, 1986	$250,000
July 1, 1986 – June 30, 1987	$500,000
July 1, 1988 – June 30, 1995	Unlimited
July 1, 1995 – June 30, 2001	$2,000,000
July 1, 2001 – June 30, 2003	$1,000,000
July 1, 2003 – June 30, 2004	Unlimited
July 1, 2004—June 30, 2006	$3,000,000
July 1, 2006 -- June 30, 2009	$250,000

As of July 1, 2009, ACSIG reinsures for $1 coverage in the Workers Compensation Program through the Projected Insurance Program for Schools (PIPS).



	2010/11	2011/12	2012/13	2013/14	2014/15
Severity	$8,984,453	$9,069,086	$6,763,561	$5,908,996	$6,527,044
Frequency	790	646	613	700	635



Service Team Model

One of the most exciting things about the ACSIG/Keenan partnership is the Service Team delivery model. The Service Team consists of the ACSIG Executive Director, Claims Manager, Account Manager, Claims Analyst and Loss Control Specialists. This dedicated team works together to maximize efficiency and services to reduce the frequency and severity of Workers Comp claims.
The Service Team analyzes loss data in a variety of terms in an effort to target resources to the areas most in need.

Workers Compensation Claims Administration

Since Partnering with ACSIG in July 2007, Keenan has continually improved upon the success achieved the year before. The Key to our success has been our adherence to our basic claims philosophy; effectively manage all aspects of a claim to ensure that benefits are delivered efficiently, and in accordance with California Labor Code. We approach every claim individually, proactively managing the benefits and moving the claim to final resolution. Through utilization of our best practices, and proprietary products, we can provide ACSIG members and their employees with superlative service in the most efficient and cost effective manner. To that end, during the 14/15 fiscal year we were able to deliver the following high level results to ACSIG's member districts:

- From July 2014 to June 2015, Keenan Claims Administration successfully closed/resolved 29 total claim files (14% of ACSIG's self-insured workers compensation claims inventory from the prior year) 14 of the file closures were full and final Compromise and Release settlements. ACSIG ended the fiscal year with a total 179 claim files (70 Active Indemnity & 109 Future Medical).
    - The impact of the claims activity for the fiscal year resulted in an overall reduction of $3,524,183 in the self-insured workers compensation claim liabilities which had a $3,032,682 positive effect on the ACSIG's financial position.
- Utilization of Keenan's PRIME program has also delivered significant savings to ACSIG:
    - Overall reduction of 59%, a 3% point reduction over the 2013/2014 year, in the amount of $6,264,741.72. Return on investment realized for fiscal year 2014/2015 was $8.59.
    - There were continued savings realized with the Nurse Case Management Savings and Utilization Reviews. Net savings (the majority of the savings was realized with hospital costs and pharmaceutical control) realized were: $1,084,443.50.

The administration of claims by Keenan is based on a district specific case-load handled by a designated Claims Examiner. The designated Claims Examiner handles all claims for the district and is wholly responsible for overall district satisfaction and claims performance. We continue to receive positive feedback regarding this structure of claim handling.

Account Manager Roll and Activities

The Account Manager is responsible for servicing and providing technical support to the JPA. The Account Manager works closely with the Executive Director to develop a strategic plan to provide focus and accountability for meeting the needs identified by the JPA and Keenan. Below is a list of the responsibilities and services provided by the Account Manager:

- Provides proactive day-to-day client service by anticipating client needs and responding to client questions and issues in a timely manner
- Oversees the renewal process by working with the Executive Director to obtain payroll information, monitor questionnaire process, sends renewal binders & invoices.
- Maintain relationships with member districts by providing regular visits and open communication
- Works closely with claims and loss control departments on client-related issues
- Schedules and coordinates quarterly Workers' Compensation claim specific lunch and learns
- Provides informational brochures and posters for the WeTip program to districts as needed
- Provides monthly updates of the JPA service plan and provides monthly P&C Bridge and Keenan SafeSchools usage reports to the JPA Executive Director

In addition the Account Manager is responsible for the implementation and training of P&C Bridge and Keenan SafeSchools. The main focus of the Keenan service team, driven by the account manager, is to meet with new district contacts to provide training, to be a resource to current contacts as needed, and to assist the district with the assigning of Keenan SafeSchools online training courses.

Keenan Recognizes Alameda County Schools Insurance Group for Commitment to Safety and One-Millionth SafeSchools Training Course Completion

Keenan, the largest privately held insurance brokerage and consulting firm in California, has announced hitting the 1-millionth course completion milestone in its Keenan SafeSchools online training program. The firm recently recognized the Alameda County Schools Insurance Group (ACSIG) joint powers authority, whose membership completed the one-millionth course.

The JPA and its Executive Director, Kimberly Dennis, were presented by Keenan with a certificate of achievement along with a check for $5,000 on May 21, 2015, at the facilities of the Alameda County Office of Education in Hayward, Calif. The presentation also recognized the office's ongoing dedication to safety.

"As educators and administrators, the safety of our staff and students is a paramount priority for all of us," Dennis said. "It's an issue that impacts not only the health and well-being of the people involved, but minimizing potential financial and legal liabilities as well. The Keenan SafeSchools resources are an integral part of that effort."

Keenan SafeSchools, the firm's comprehensive online safety training and tracking system designed specifically for education agency employees, was introduced in 2008 with 80 online courses. Today, the program offers 210 courses that provide public agencies with important resources for training employees in areas of safety and compliance. Included in the Keenan SafeSchools suite is a Mandated Reporter training course that offers school districts a turnkey solution in compliance with the training mandate of AB 1432 which went into effective Jan. 1, 2015.

"Keenan is proud of the Alameda County Schools Insurance Group and all their member districts who care deeply about the safety of their employees and their students," said John Stephens, Senior Vice President and Property & Casualty Practice Leader for Keenan. "And we are very gratified that a million Keenan SafeSchools training course completions have now been achieved by proactive school districts across the state of California."

Congratulations to ACSIG for the continued commitment to safety!

Keenan safeSCHOOLS TRAINING

Claims Analyst Roll and Activities

The Claims Analyst has overall responsibility for the development and delivery of high quality, consistent and internally collaborative workers' compensation claims programs and customer service plans for the JPA and individual member districts. The Claims Analyst collaborates with the Executive Director to clearly outline the vision of the JPA and develop a strategic plan to carry out that vision. While not all inclusive, the following list demonstrates a variety of tasks handled by the Claims Analyst.

- Met with member districts and updated individual profiles to identify the systems, programs in place, and specific areas for development by district.
- Modified Best Practice measures focused on improving internal/external communication and relations between Districts, medical providers, and the Keenan claims team, including meeting with all front-line providers within the Medical Provider Network.
- Implementation of First Aid program in July 2011 has reduced overall frequency of claims. The program has continued to demonstrate additional benefits of districts placing stronger emphasis on prompt claims investigations and reporting, First Aid screening and establishing a Safety culture.
- Attended majority of scheduled claims reviews, provided analytics, assistance with Action Plans, and identification/follow through of training opportunities at the District level.
- Continued to be a resource to Districts interested in implementing Ability USA pre-employment physical abilities testing protocols. Albany USD implemented pre-employment physicals for Food Service and has seen great results.
- Maintaining ADA/FEHA compliant Job Analysis Bank – 21 specific job analysis, have been completed as of June 2015 for various Classified and Certificated positions.

- Conducted several educational workshops/symposiums on topics including "Return-to-Work Program," "Education Code – Industrial Accident Benefits," "Employment Practices Liability Resource Center," "ADA-FEHA Symposium"
- Expansion of the "Company Nurse" Nurse Triage pilot program from initial District of San Leandro USD to additional Districts which now include: Pleasanton USD, Castro Valley USD, San Lorenzo USD, Newark USD, New Haven USD & Fremont USD. Albany USD joined the program August 2015, Dublin USD and Alameda COE is slotted to participate in the program in 2015/2016.

In addition to workers' compensation issues, the Claims Analyst assisted Districts with coordination of non-industrial "Fitness for Duty" efforts; "Cal OSHA Inspections and request for information," "The Interactive Process," "Special Education Resources" and "Employment Practices Liability Resources"

While continuing to monitor and implement the above programs, in fiscal year 2014/2015, the Claims Analyst continued to place special emphasis on Return-to-Work efforts, Education Code Training and the progression of the Fitness for Duty programs

Loss Control / Risk Management

ACSIG performed exceptionally well in the 2014/2015 fiscal year both in terms of reducing the number of claims reported as well as utilizing Loss Control services to help prevent losses. 8 of ACSIG's 19 members (42%) experienced a reduction in the number of claims this past year compared to last year, and these 8 members utilized over 52% of the total Loss Control time spent on all members, which was in excess of 1,300 hours in total. This shows a good correlation between the utilization of Loss Control services being tied to a reduction of claims. Overall, ACSIG experienced 31 fewer claims in 14/15 compared to the same time last year, in part as a result of the tremendous utilization of available Loss Control services, including:

- 277 hours meeting and speaking with members on various risk management and safety issues
- 268 hours providing safety training to employees
- 177 hours performing ergonomic workstation evaluations
- 117 hours researching and assisting with regulatory/Cal-OSHA issues
- 98 hours analyzing losses
- 64 hours investigating specific safety concerns

One of the main focuses this past year was on Special-Education losses. Loss Control worked very closely with members to develop a customized, dual trainer (Loss Control and District Behavioral Specialist) approach to addressing the main loss drivers in Special-Education. This new training style was rolled out towards the latter half of 14/15 and will continue to be a focus for 15/16. Workstation ergonomics continued to be a high-priority concern of the members this past year, as did concerns regarding Cal-OSHA regulations and visits. Additionally, a few of the members reached out to Loss Control to help them get a Safety Committee started.

Online training utilization also increased, with a total of 23,101 courses being completed by ACSIG members this past year. This represents an incredible 170% increase from the 13/14 year. In addition, four of the top five course completion Districts experienced loss reductions in 14/15.

We look forward to our continued partnership with the ACSIG JPA to create a safe working environment for the member Districts' employees.

Special Recognition

In 2014-2015, ACSIG implemented a recognition program for members. We chose 2 members who exemplified best practices in:

1. **Early Intervention Implementation**
2. **Outstanding Company Nurse Utilization**

The following districts were selected from each category.



PIEDMONT BUSINESS DEPARTMENT

The Business office has changed their internal practice when approving field trips, contracts and special events to include conversation with ACSIG before these events take place. This has enabled ACSIG to amend contracts and transfer liability to the responsible party (ies) which ultimately protected the District from lawsuit and unnecessary expense. This collaboration helps the District with best practices and resource management. Congratulations on raising the bar and setting a wonderful example.

SAN LEANDRO HR DEPARTMENT

In 2012, San Leandro volunteered to be our first District to implement Company Nurse. As a pilot, they experienced all the bumps and bruises of a new program. Through their commitment and determination, we have now seen significant improvement in the timeliness of injury reporting nearly eliminating all late payment penalties we had incurred in the past. We appreciate San Leandro for being our pilot District for Company nurse and paving the way for other ACSIG members. Company Nurse is currently in operation in 9 of the ACSIG Districts with additional expansion planned.

Property & Liability Program

General Program Information

- ACSIG expanded its program offerings to include property and liability coverage beginning in July 1, 1980.
- For many years, ACSIG self-insured 100% of the claim liability for the Property / Liability program.
- Beginning in 1993, ACSIG joined the Bay Area Schools Insurance Cooperation (BASIC). From 1993-2008, ACSIG self-insured the first $150,000 of any property/liability claim and purchased reinsurance for the excess coverage.
- Beginning in 2008, ACSIG participates in the Northern California Regional Liability Excess Fund (NCR) for Excess Property & Liability coverage. The total per occurrence coverage for property is $250,000,000; for liability is $50,000,000.
- ACSIG self insures its first party property and liability claims at $25,000 per occurrence and third party claim liabilities at $25,000 per occurrence.
- Members' deductible/retention is $5,000 per occurrence for any Property or Liability loss.
- The program includes $509,538,877 in Total Insured Value (TIV) and represents 20,506 total Average Daily Attendance (ADA).

Property and Liability Member Districts

DISTRICT
Alameda County Office of Education
Albany Unified School District
Dublin Unified School District
Emery Unified School District
Piedmont Unified School District

Dental Program



Beginning in 1988, ACSIG expanded its program offerings to include dental coverage to agencies in Alameda County. In 1996, the program was expanded statewide. In partnership with Alliant Insurance Services and Preferred Benefits, the EDGE coalition was formed. The coalition is administered through ACSIG. ACSIG is fully self-insured with Delta Dental for this program. ACSIG contracts with Alliant Insurance Services for all outreach and underwriting services. ACSIG contracts with Preferred Benefit for all eligibility and billing services.

ACSIG offers its members 3 options when joining the EDGE program:

- **Fully Insured** – pay a monthly rate per employee determined by underwriting based on their specific plan design and program offerings.
- **Self-Insured Monthly** – pay the actual amount of services rendered and a Delta administration fee and an ACSIG administration fee. The total amount of claims and fees is billed monthly in arrears.
- **Self-Insured Weekly** – Due to the large membership in some agencies, if another JPA joins ACSIG as a self-insured member, they are required to pay the actual claims and Delta administration fee on a weekly basis. The ACSIG administration fee is billed on the last weekly invoice of the month. ACSIG pays Delta Dental the weekly claims and Delta admin fee each week.

Rates are revised and voted on by the JPA Board each May.

There are 92,000 employees covered in the dental program with membership statewide with a total budget of $130 million annually

DELTA DENTAL

PREFERRED BENEFIT
INSURANCE ADMINISTRATORS

Alliant

Vision Program



Beginning October 1, 1988 ACSIG partnered with VSP to begin a vision coverage program. ACSIG is 100% self-insured through VSP for this program. Members can join as a fully-insured member or a self-insured member.

- **Fully Insured** – pay a monthly rate per employee determined by underwriting based on their specific plan design and program offerings.

- **Self-Insured** – pay the actual amount of services rendered and a VSP administration fee and an ACSIG administration fee. The total amount of claims and fees is billed monthly in arrears.

Rates are revised and voted on by the JPA Board each May.

Membership represents 27 agencies statewide. Because the program is self-funded, members have a lot of flexibility for plan design. The program totals more than $2 million annually and covers 8000 employees statewide. All eligibility is managed through ACSIG who partners with Alliant Insurance Services for all underwriting.

VSP® Vision care for us

Alliant

Member Resources

JPA CONTACT

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DENTAL PROGRAM

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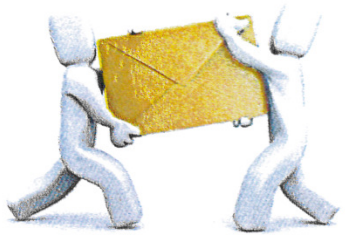
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Name	District	Phone Number	Address	E--mail
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Shariq Khan	Alameda USD	(510) 337---7066	2060 Challenger Drive #100 Alameda, CA 94501	skhan@alameda.k12.ca.us
Allan Garde	Albany USD	(510) 558---3751	1051 Monroe Street Albany, CA 94706	agarde@ausdk12.org
Dr. Candi Clark	Castro Valley USD	(510) 537---3000 ext. 1230	4400 Alma Ave. Castro Valley, CA 94546	cclark@cv.k12.ca.us
Beverly Heironimus	Dublin USD	(925) 828---2551 ext. 8041	7471 Larkdale Avenue Dublin, CA 94568---1599	heironimusbeverly@dublinusd.org
Marites Fermin	Eden Area ROP	(510) 293---2900 ext. 906	26316 Hesperian Blvd. Hayward, CA 94545	mfermin@edenrop.org
Dora Siu	Emery USD	(510) 601---4905	1275 61st Street Emeryville, CA 94608	Dora.Siu@emeryusd.org
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Joyce Veasley	Mission Valley ROP	(510) 657---1865 ext. 15145	5019 Stevenson Blvd. Fremont, CA 94538	mdelacruz@mvrop.org
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Akur Varadarajan	New Haven USD	(510) 471---1100 ext. 60413	34200 Alvarado---Niles Rd.Union City, CA 94587	avaradarajan@nhusd.k12.ca.us
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Mark Martinelli	San Leandro USD	(510) 667---3500 ext. 3504	14735 Juniper St. San Leandro, CA 94579	mmartinelli@slusd.org
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Miki Whetfield	Sunol Glen SD	(925) 862---2217	1601 Main St. Sunol, CA 94586	mikiw@sunol.k12.ca.us
Julie Duncan	Tri Valley ROP	(925) 455---4800 ext 104	1040 Florence Road, Livermore, CA 94550	jduncan@tvrop.org

Service Plan

Alameda County Schools Insurance Group
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Phone (925) 225-1030
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EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: 2015/2016 Service Plan

One of the excited and unique opportunities available to ACSIG and its member agencies is the existence of a Keenan Service Team. The current Service Team consists of the Account Manager, Tara Cooper-Salaiz, Loss Control Analyst, John Deseck, Claims Manager, Patrice Grant and Claims Analyst, Rebecca Sekol and myself.

This team is assigned to ACSIG almost exclusively and works on many tasks throughout the year. For the 2015/2016 fiscal year, the Service Team developed a Service Plan to better document responsibilities and timelines.

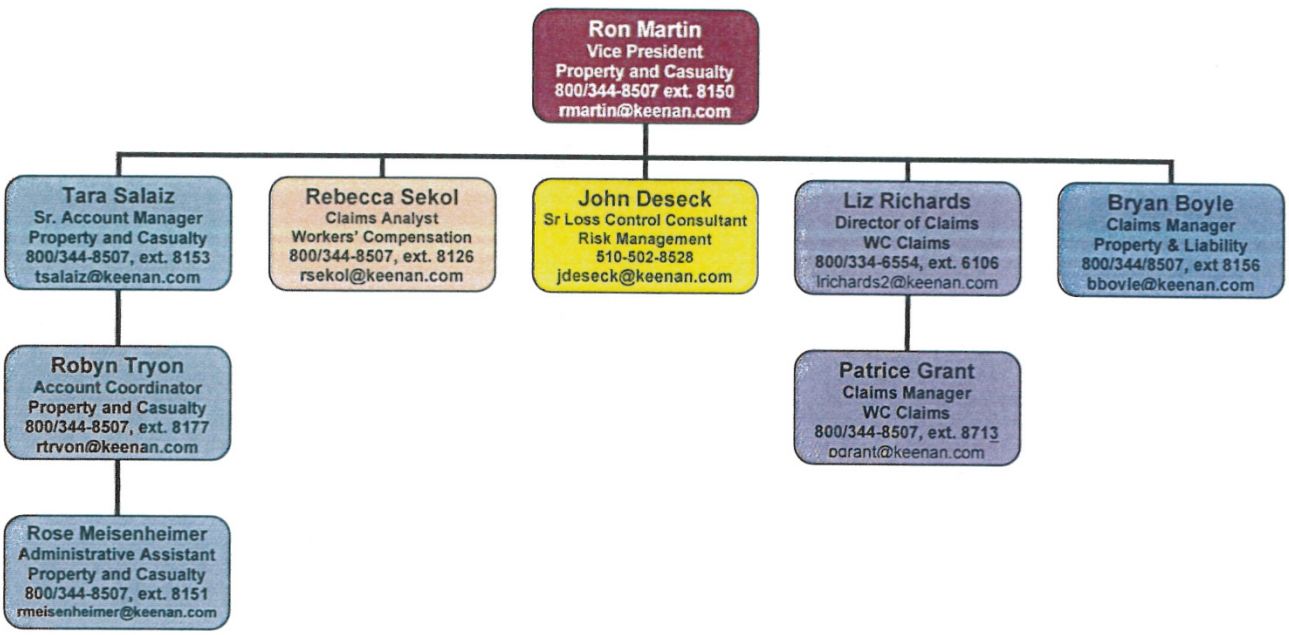
A representative from Keenan & Associates will review this report in detail with the Board.

2015/2016
Service Plan
Alameda County Schools Insurance Group (ACSIG)

OVERVIEW

The purpose of this Alameda County Schools Insurance Group specific plan is to provide focus and accountability for meeting the needs identified by the JPA and Keenan. The plan lists the specific Keenan services that have been and will be provided to the JPA, who is responsible for providing the service, and to the extent possible, when the services will be provided. The plan will serve as the guide for Keenan and the JPA to best address the JPA's service needs. Keenan will schedule monthly meetings with the JPA Executive Director to review the progress of the plan, and, if necessary, modify the plan to better meet our mutual goal of providing a safe and healthful environment. The plan is a fluid document meant to serve as a guideline to deliver agreed upon services. The plan is organized to reflect the coverage's and services provided by Keenan. Our integrated approach to providing services will ensure good communication and the delivery of quality services to meet your needs. The agreed upon services will be provided under the guidance of the Account Executive, Ron Martin, and the entire service team, who include; Tara Salaiz Sr. Account Manager, Robyn Tryon Account Coordinator, Rose Meisenheimer Administrative Assistant, Rebecca Sekol Claims Analyst, John Deseck Sr. Loss Control Consultant, Liz Richards Director of Claims, Patrice Grant, Claims Manager, and Bryan Boyle, Property & Liability Claims Manager.

Keenan & Associates-Organization Chart:



ACTION PLAN

- **Lunch & Learns/Symposiums:**
  Keenan Contact: Service Team
  - First Quarter Topic: Return to Work – October 26, 2015 at Dublin USD
  - Second Quarter Topic:
  - Third Quarter Topic
  - Fourth Quarter Topic

- **Focus Districts:**
  Keenan Contact: Rebecca Sekol & John Deseck
  - Rebecca and John are new team members, so this year they will be focusing on relationship building. Based on claims frequency and severity, we have identified 5 focus districts where John and Rebecca will focus on trends, return to work, training, etc to help reduce frequency and severity.
    - Castro Valley Unified School District
    - Fremont Unified School District
    - Alameda Unified School District
    - San Leandro Unified School District
    - San Lorenzo Unified School District

- **Fremont USD:**
  Keenan Contact: Rebecca Sekol
  - **Company Nurse** – Continue monitoring of reporting process. Follow up to Risk hazards identified through reporting process.
  - **Return to Work** – Expanding RTW efforts district wide.

- **Pilot Districts – Principals On-site Training:**
  Keenan Contact: Tara Salaiz
  - Offered to: Castro Valley, San Leandro, Alameda, Newark & Pleasanton.
  - Revisit before school starts in August.

- **Return to Work**
  Keenan Contact: Rebecca Sekol
  - Focus districts: Castro Valley , Fremont, Alameda San Leandro, San Lorenzo
    - Meet with directors, identify and create productive tasks within their departments prior to injuries occurring. Goal is to implement RTW from the first day. With reduction of TTD Days and TTD paid by 25% from prior year.

- **Post offer, Pre-Employment Physicals & Job Analysis**
  Keenan Contact: Rebecca Sekol
  - Albany USD – Currently is the only district actively utilizing the program for Custodian and Food Service positions.
  - Identify additional districts to participate in the program.
  - Ability USD met with San Lorenzo USD. Need to circle back to Barbara Corrick to see if the district is going to participate.

- **HR Monthly Meetings**

  Keenan Contact: Rebecca Sekol
  - Keenan will present at HR monthly meetings at a minimum twice per year.

- **P&C Bridge/KSS**

  Keenan Contact: Tara Salaiz
  - Mandated Reporter – AB1432
    - Assist districts with uploading employee data
    - Assist districts with course assignments and new hire training plans
  - Train districts on using Keenan SafeSchools policy builder feature for uploading documents/policies instead of sending out to employees for signature/acknowledgment.
  - Provide training to new district contacts and to current contacts as needed.

- **Reports to Kimberly:**

  Keenan Contact: Service Team
  - Monthly Point in time comparison report. – Rebecca Sekol
  - Quarterly Loss Trend Report – John Deseck
  - Monthly PC Bridge/Keenan SafeSchools Usage Report – Tara Salaiz

- **Frontline Provider Relations:**

  Keenan Contact: Rebecca Sekol
  - Monitor treatment protocols and communication of affiliated facilities
    - Kaiser On The Job
    - US Healthworks
    - CCCMA – St. Rose Occupational Medicine
    - Washington Health Systems
    - Doctors Express
    - Access Onmicare
    - Urgent Care of Alameda

- **Company Nurse – Nurse Triage Program**

  Keenan Contact: Rebecca Sekol
  - Monitor implementation of newest district participants:
    - Albany USD – Effective 8/1/15
  - Continue to monitor progress of established Company Nurse District participants:
    - San Leandro USD
    - Newark USD
    - San Lorenzo USD
    - Castro Valley USD
    - New Haven USD
    - Pleasanton USD
    - Fremont USD

- **100% Closing Ratio:**
  Keenan Contact: Patrice Grant

- **Reduction of Tail Claims:**
  Keenan Contact: Patrice Grant
  - 10% reduction in tail claims
  - 160 open claims by June 30, 2016

- **Diary Review:**
  Keenan Contact: Patrice Grant
  - Maintain diary review of no greater than 60 days on unresolved claims and 90 to 180 days on future medical claims, with supervisor approval. Maintain current diary, in accordance with the above, no greater than 14 days and no more than 10% of caseload off diary.

- **Quarterly Claim Reviews:**

Keenan Contact: Patrice Grant/Examiners (Lead) Rebecca to Attend

- Claim Reviews will be completed either annually, semi-annually, quarterly or monthly depending on the total open claim count for each district as follows:

Quarterly:	Districts with open claims totaling 50+ to include: ACOE – moved per district request Alameda Fremont New Haven Pleasanton San Leandro San Lorenzo
Semi-Annually:	Districts with open claims totaling 11 – 49 to include: Albany Castro Valley Dublin Livermore – Moved per district request Newark
Annually:	Districts with open claims totaling 10 or less to include: Eden Area ROP Emery Mission Valley ROP Mountain House Piedmont Sunol Glen Tri Valley ROP

- Exceptions to the above schedule:
  - ACOE – Due to change in staff, these will continue quarterly until Service Team and Kimberly agree that new staff is on board and quarterly reviews are no longer necessary.
  - Any districts with change in HR staff, especially our key day to day players. When a change in staff occurs, we will schedule a claim review to take place within 60 to 90 days from the change to bring the new players up to speed and will offer quarterly reviews until the new staff is comfortable to go otherwise.
  - If anyone requests an earlier review or if problems or difficulties are occurring where a claim review may resolve any issues, etc.
- If any of the districts are not cooperative with scheduling their claim review, will discuss with Kimberly at regular monthly team meetings to develop plan for compliance.

Property & Liability

ACTION PLAN

- **NCR ReLiEF Inspections:**
  Keenan Contact: John Deseck and Lisa Calvey

  - Provide NCR relief inspections & audits annually
  - Schedule of inspections/audits by district:

    - Alameda COE – Audit
    - Albany – Audit
    - Castro Valley – Audit
    - Dublin – Audit
    - Eden Area ROP – Audit
    - Emery – Audit
    - Fremont - TBD
    - Livermore – Audit
    - Mission Valley ROP – Audit
    - Mountain House – Audit
    - New Haven – Inspection
    - Newark – Audit
    - Piedmont – Audit
    - Pleasanton – Audit
    - San Leandro – Audit
    - San Lorenzo – Audit
    - Sunol Glen – Audit
    - Tri-Valley ROP – Audit

RISK IMPROVEMENT ACTION PLAN

ALAMEDA COUNTY SIG

Account Executive:	Ron Martin	**Loss Control Consultant:**	John Deseck
Account Manager:	Tara Cooper-Salaiz	**Claims Analyst:**	Rebecca Sekol
In Cooperation With:	Kimberly Dennis	**Date Prepared:**	October 2015

PURPOSE OF THE RISK IMPROVEMENT ACTION PLAN:

The purpose of the Risk Improvement Action Plan is to provide a foundation and framework for creating achievable risk management goals aimed at reducing the number of employee injuries and reducing the cost of Workers' Compensation claims. Using this document, Keenan will partner with the Alameda County Schools Insurance Group (ACSIG) in the creation and completion of these goals by providing targeted risk management services from the District and the designated Loss Control Consultant, Claims Analyst and Account Manager.

SUCESSES FROM PREVIOUS INITIATIVES

- PIPS has experienced a slight decrease in its Experience Modifier Rate from .9 in Fiscal Year 2014 – 2015 to .84 in Fiscal Year 2015 -2016.
- Services and resources such as live employee training and online tools have become a part of the Member District's daily operation.
- Increased focus on Special Education lost drivers.
- Partnership with Member Districts and Keenan is very strong.

PROGRAM SUMMARY – BIG PICTURE

Actively preventing and managing losses is a crucial component in having a successful, low-cost Workers' Compensation Program. In the last 3 years we have seen a significant increase in the severity of overall claims. Focusing on the implementation of aggressive Return to Work programs, Company Nurse Triage programs & continued Keenan SafeSchools usage, will have positive steps in raising awareness & improving the overall Workers' Compensation Program. Additionally, Districts have can take advantage of live training through Loss Control, which can be instrumental in reducing frequency and limiting serious injuries.

In the last four years, the loss trend in Special Education occupations has been steadily increasing and, as a result, Special Education Behavioral and Lift/Transfer Training has been a focus this year with the intent of reducing these losses. Also, Keenan staff (John Deseck – Loss Control Consultant and Rebecca Sekol – Claims Analyst) are now a part of the ACSIG support team.

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The goal of Keenan's loss control services is to (i) promote safety awareness, (ii) assist in the identification of conditions which may pose a risk of injury, and (iii) provide recommendations and/or suggestions to help mitigate the risks identified. While we are confident that the conclusions and suggestions contained in this document will help you to create a safer environment, we do not suggest that following our recommendations will eliminate all risk of injury or will result in improved loss experience.

RISK IMPROVEMENT ACTION PLAN
ALAMEDA COUNTY SIG

Keenan

Point in Time Comparison Report

Superpool name : Protected Insurance Program For Schools JPA (PIPS)
Pool member : Alameda County Schools Insurance Group - PIPS
Account name :

Incident from dt : 07/01/2010
Incident to dt : 06/30/2011
Valuation dt : Jun 2011, Jun 2012, Jun 2013, Jun 2014, Jun 2015

Alameda County Schools Insurance Group - PIPS

Frequency and Severity

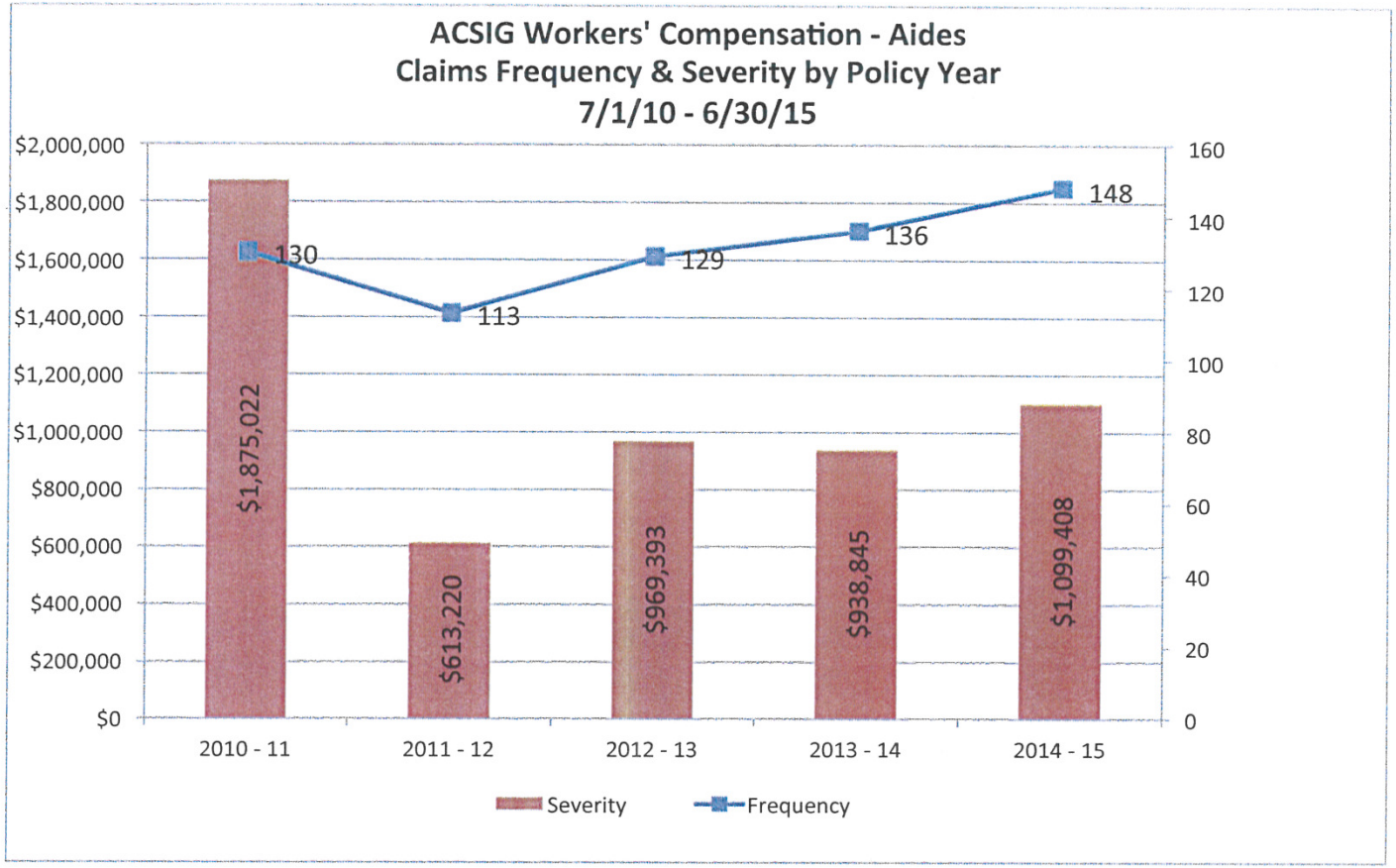
	7/1/2010 - 6/30/2011		7/1/2011 - 6/30/2012		7/1/2012 - 6/30/2013		7/1/2013 - 6/30/2014		7/1/2014 - 6/30/2015	
District Count(19)	Frequency	Severity	Frequency	Severity	Frequency	Severity	Frequency	Severity	Frequency	Severity
Alameda County Office of Education	12	$146,120	8	$29,128	7	$6,592	6	$3,108	5	$245,761
Alameda Unified School District	72	$379,070	44	$350,699	46	$328,318	48	$285,686	59	$708,697
Albany Unified School District	20	$112,740	13	$150,422	18	$152,712	20	$216,008	17	$69,264
Castro Valley Unified School District	32	$170,068	36	$322,317	24	$107,943	41	$255,827	55	$586,919
Dublin Unified School District	31	$131,636	24	$405,814	22	$109,187	27	$96,190	32	$128,121
Eden Area ROP	5	$3,405	2	$71,188	4	$39,972	3	$3,060	3	$2,078
Emery Unified School District	8	$10,508	4	$13,186	5	$15,904	9	$37,386	2	$312
Fremont Unified School District	156	$1,800,466	142	$1,698,923	130	$1,125,709	142	$988,023	112	$1,339,750
Livermore Valley Joint Unified School District	99	$536,389	64	$498,478	55	$229,564	58	$612,009	56	$663,930
Mission Valley ROP	1	$5,000	1	$12,500	2	$848	2	$1,826	0	$0
Mountain House Elementary School District	0	$0	0	$0	1	$2,591	0	$0	0	$0
New Haven Unified School District	64	$489,086	51	$240,948	65	$270,296	56	$358,623	64	$416,916
Newark Unified School District	43	$598,030	42	$439,452	37	$191,909	44	$199,530	32	$228,605
Piedmont Unified School District	4	$75,124	8	$47,283	7	$29,146	11	$35,731	12	$101,511
Pleasanton Unified School District	77	$420,428	61	$397,636	47	$470,937	79	$498,530	72	$828,819
San Leandro Unified School District	42	$296,346	51	$363,462	45	$185,887	43	$213,643	46	$503,938
San Lorenzo Unified School District	66	$567,425	59	$605,021	65	$661,531	72	$359,176	66	$699,106
Sunol Glen School District	1	$12,500	1	$1,000	1	$1,222	0	$0	0	$0
Tri Valley Regional Occupational Program	8	$92,603	5	$12,120	1	$1,806	5	$2,552	2	$3,316
Totals	**741**	**$5,846,944**	**616**	**$5,659,577**	**582**	**$3,932,074**	**666**	**$4,166,910**	**635**	**$6,527,045**

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RISK IMPROVEMENT ACTION PLAN

ALAMEDA COUNTY SIG

LOSS TRENDS



All Data Valued 6/30/15

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PIPS

Keenan Associates

RISK IMPROVEMENT ACTION PLAN
ALAMEDA COUNTY SIG

Conclusions & Recommendations

- The severity of worker's compensation injuries to Special Education Aides has been steadily increasing over the last 4 years.
- Days Lost and Modified Duty Days (in Special Education Occupations) have remained relatively stable over the last 5 years. Getting school district employees back to work through implementation of a return-to-work restricted duty program is critical in the reduction of both Lost Work Days.
- Introductions and developing relationships between the participating ACSIG school districts and the new Keenan ACSIG support employees (John Deseck and Rebecca Sekol) is imperative to ensure continued continuity and success in managing workers compensation claims, help reduce risks, and accident prevention at each participating school district.
- Keenan & Associates can offer Special Education Behavioral training in order to reduce the number of accidents by providing effective communication and de-escalation techniques, and increased awareness of situational events that may pose a safety risk to students or special education teaching staff.
- Compliance and safety trainings have proven to keep the foundation of the safety culture routine in daily operations, and help lower the risk of incidents from occurring. Consider forming an annual training plan that meets the compliance and safety needs for all occupation groups, and follow up each quarter with additional training or provide resources to ensure effectiveness.
- Member District's awareness of injury frequency is typically not tracked, resulting in less attention to injury prevention. Trend analysis and accident investigations will be provided on a semi-annual basis to identify where areas are deficient in safety and risk control.
- Assistance with state and local regulatory programs will be provided to each District to ensure proper compliance continues to be met, and safety inspections are conducted routinely.

Focus Districts

- Castro Valley Unified School District
- Fremont Unified School District
- Alameda Unified School District
- San Leandro Unified School District

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- San Lorenzo Unified School District

Notes & Comments

- Initial delivery of this document will be on 10/23/15 at the Service Team Meeting with the ACSIG JPA Executive Director.

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The goal of Keenan's loss control services is to (i) promote safety awareness, (ii) assist in the identification of conditions which may pose a risk of injury, and (iii) provide recommendations and/or suggestions to help mitigate the risks identified. While we are confident that the conclusions and suggestions contained in this document will help you to create a safer environment, we do not suggest that following our recommendations will eliminate all risk of injury or will result in improved loss experience.

Company Nurse Update

Alameda County Schools Insurance Group
P.O. Box 2487
Dublin, CA 94568
Phone (925) 225-1030
Fax (925) 225-0653
www.acsig.com

EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: Company Nurse Expansion

One of the Action Plans from the ACSIG Strategic Planning session was to implement programs that will help decrease the frequency and severity of workers' compensation claims. In an effort to address this strategy and as a member of PIPS, ACSIG was chosen as a pilot for the Company Nurse program. San Leandro Unified was the member within ACSIG who piloted this program. This program provides a 24-hour, "advice nurse" to whom all injuries are reported. An injured worker (or designee) calls the nurse as soon as an injury occurs. The nurse then directs the employee to medical care or administers "watch and see" or treatment recommendations. The nurse then communicates via email to the District, Keenan claims staff and other designated individuals nearly eliminating the "late reporting" issues currently experienced by many agencies.

Company Nurse currently operates in 9 member agencies. Rebecca Sekol will be presenting some cumulative information on the program as a whole with the Board to evaluate the impact of the program within ACSIG.

COMPANY NURSE® Injury Hotline

Alameda County Schools Insurance Group — Key Results

Key Indicator	7/1/2011 - 6/30/2015
Total Injuries Reported	1491
Total Treated	898
Self-Care	323
Incident Only	270
Average Reporting Lag Days	15.0
Total Treated	898
Triaged to Treatment	654
Treated without Triage	244
Total ER Visits	66
Treated in ER without Triage	37
ER with Triage	29
Triaged:	977
ER	29
Non-ER	625
Self Care	323

TRIAGE: COMPANY NURSE PROVIDED CONSULT TO INJURED WORKER
TREATED WITHOUT TRIAGE: TREATMENT SOUGHT PRIOR TO COMPANY NURSE CONSULT
SELF CARE: COMPANY NURSE CONSULTED SELF TREATMENT
INCIDENT ONLY: COMPANY NURSE CALLED NO MEDICAL CARE NECESSARY

Workers Comp. Claims History

Alameda County Schools Insurance Group
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Dublin, CA 94568
Phone (925) 225-1030
Fax (925) 225-0653
www.acsig.com

EXECUTIVE SUMMARY

TO: ACSIG Board of Directors

FROM: Kimberly Dennis

DATE: November 5, 2015

SUBJECT: 5-year Workers' Compensation Point-in-time

The claims history for the past four (4) years have shown improvement or status quo for both frequency and severity of the ACSIG Workers' Compensation claims. As a result, ACSIG's experience modification factor (ex-mod) within PIPS is 0.84. This allows ACSIG to pay less for Workers' Compensation Premiums than the average PIPS member.

That trend ended in 2014-15. Last fiscal year showed a decrease in frequency, the severity was greatly increased. While there were a few high dollar claims that skewed the numbers, we also saw an increase in the per/claim severity. There are many items that we cannot control that factor into the severity. Additionally, though, expenses for temporary disability are something we can influence. With effective and consistent return to work practices, injured workers can be returned to the work place thus reducing total temporary disability payments.

The report will be reviewed with the Board of Directors. Please feel free to direct any specific questions to the service team. We will be happy to work with you directly.

Keenan

Point in Time Comparison Report

Superpool name : Protected Insurance Program For Schools JPA (PIPS)
Pool member : Alameda County Schools Insurance Group - PIPS
Account name :

Incident from dt : 07/01/2010
Incident to dt : 06/30/2011
Valuation dt : Jun 2011, Jun 2012, Jun 2013, Jun 2014, Jun 2015

Alameda County Schools Insurance Group - PIPS

Frequency and Severity

	7/1/2010 - 6/30/2011		7/1/2011 - 6/30/2012		7/1/2012 - 6/30/2013		7/1/2013 - 6/30/2014		7/1/2014 - 6/30/2015	
District **Count(19)**	**Frequency**	**Severity**	**Frequency**	**Severity**	**Frequency**	**Severity**	**Frequency**	**Severity**	**Frequency**	**Severity**
Alameda County Office of Education	12	$146,120	8	$29,128	7	$6,592	6	$3,108	5	$245,761
Alameda Unified School District	72	$379,070	44	$350,699	46	$328,318	48	$285,686	59	$708,697
Albany Unified School District	20	$112,740	13	$150,422	18	$152,712	20	$216,008	17	$69,264
Castro Valley Unified School District	32	$170,068	36	$322,317	24	$107,943	41	$255,827	55	$586,919
Dublin Unified School District	31	$131,636	24	$405,814	22	$109,187	27	$96,190	32	$128,121
Eden Area ROP	5	$3,405	2	$71,188	4	$39,972	3	$3,060	3	$2,078
Emery Unified School District	8	$10,508	4	$13,186	5	$15,904	9	$37,386	2	$312
Fremont Unified School District	156	$1,800,466	142	$1,698,923	130	$1,125,709	142	$988,023	112	$1,339,750
Livermore Valley Joint Unified School District	99	$536,389	64	$498,478	55	$229,564	58	$612,009	56	$663,930
Mission Valley ROP	1	$5,000	1	$12,500	2	$848	2	$1,826	0	$0
Mountain House Elementary School District	0	$0	0	$0	1	$2,591	0	$0	0	$0
New Haven Unified School District	64	$489,086	51	$240,948	65	$270,296	56	$358,623	64	$416,916
Newark Unified School District	43	$598,030	42	$439,452	37	$191,909	44	$199,530	32	$228,605
Piedmont Unified School District	4	$75,124	8	$47,283	7	$29,146	11	$35,731	12	$101,511
Pleasanton Unified School District	77	$420,428	61	$397,636	47	$470,937	79	$498,530	72	$828,819
San Leandro Unified School District	42	$296,346	51	$363,462	45	$185,887	43	$213,643	46	$503,938
San Lorenzo Unified School District	66	$567,425	59	$605,021	65	$661,531	72	$359,176	66	$699,106
Sunol Glen School District	1	$12,500	1	$1,000	1	$1,222	0	$0	0	$0
Tri Valley Regional Occupational Program	8	$92,603	5	$12,120	1	$1,806	5	$2,552	2	$3,316
Totals	**741**	**$5,846,944**	**616**	**$5,659,577**	**582**	**$3,932,074**	**666**	**$4,166,910**	**635**	**$6,527,045**