
2009 INDEPENDENT FINANCIAL STABILITY RATING®



Illinois Parks Association Risk Services

Administered by:
American Risk Pooling Consultants, Inc.

Endorsed by:
IAPD
Illinois Association of Park Districts

Analysis Prepared by:



Demotech, Inc.

2715 Tuller Parkway
Dublin, Ohio 43017-2310

Demotech, Inc. is a Columbus, Ohio based financial analysis and actuarial services firm. Financial Stability Ratings® (FSRs) are accepted by government sponsored enterprises.

ILLINOIS PARKS ASSOCIATION RISK SERVICES

Illinois Parks Association Risk Services (the *Pool*), is a governmental group risk-sharing pool whose Members consist of Park Districts throughout Illinois.

The *Pool* was formed in January, 1991, for the primary purpose of managing and funding third-party liability claims against its Members. The *Pool* has expanded its coverage capability to include property.

The stated purpose of the *Pool* is to provide *Pool* Members with broader coverage than is available in the conventional insurance marketplace and provide that coverage on a basis that will allow Members to level costs and accurately budget over a long period of time.

It is the opinion of Demotech, Inc. that **Illinois Parks Association Risk Services** has accomplished both objectives.

Illinois Parks Association Risk Services has earned a Demotech, Inc. Financial Stability Rating[®] (FSR) of **AAA (Excellent)**, the highest rating, for the fifteenth consecutive year.

REINSURANCE

To protect the *Pool* against the unexpected, the *Pool* has joined with other public entity pools as a participant in the American Public Entity Excess Pool. This contractual relationship with other local government risk pools spreads the effects of any liability claim in excess of \$350,000 and any property loss in excess of \$150,000 and additionally guarantees funds to the *Pool* in the unlikely event that the *Pool's* funds are exhausted in any year. This joint reinsurance arrangement currently has assets in excess of \$49,500,000.

The joint reinsurance arrangement that the *Pool* has entered into is well structured and has adequate funds to meet the needs of the *Pool*.

Property coverages are reinsured by The Travelers.

ANALYSIS

Financial Stability Rating® - Based on a review of data included or referenced in this report, Demotech assigned a Financial Stability Rating® of: **AAA (Excellent)**.

Loss Reserve Opinion - Based on a review and analysis of the Intergovernmental Contract and the *Pool* loss reserves, Demotech assessed the Loss Reserve Adequacy as: **AAA (Excellent)**.

Administration - Based on an independent investigation and on-site review of the procedures and controls utilized by the administrators of the *Pool*, Demotech assigned an opinion of: **AAA (Excellent)**.

Overall Performance - Based on the above opinions, analysis and overall *Pool* history, Demotech assigned an Overall Rating of: **AAA (Excellent)**.

Rating Categories

AAA	Excellent
AA	Very Good
A	Above Average
BBB	Average
BB	Acceptable
B	Fair

ILLINOIS PARKS ASSOCIATION RISK SERVICES

Board of Directors

Dr. Bruce Larson, Chairman
Urbana Park District
Mark Badasch, Vice Chairman
Collinsville Area Recreation District
Larry DeGraaf
Vernon Hills Park District
Peter Murphy
IAPD

Administration

American Risk Pooling Consultants (ARPCO)
29200 Northwestern Hwy., Suite 300
P.O. Box 5088
Southfield, Michigan 48086
(800) 367-4818

Marketing

Eddie Wood
Burnham & Flower of Illinois, Inc.
2000 W. Pioneer Pkwy., Suite 25
Peoria, Illinois 61615
(309) 692-9522

Audit

Plante & Moran, PLLC

Claims

Public Entity Risk Services

Loss Control

Public Entity Risk Services
of Illinois

Endorsed by:

Illinois Association of Park Districts



Demotech, Inc.