

COUNTY REINSURANCE, LIMITED
ANNUAL MEMBERSHIP MEETING RECAP
September 23, 2025

The following recap is being provided for informational purposes. It is to provide highlights from Annual Membership Meetings to keep Members informed until the Minutes become available. This recap is not intended to replace the meeting minutes, which will remain the official record of the meeting.

Any questions regarding the content of this recap can be directed to Micheon Hollier, CRL Executive Director, at micheon.hollier@countyre.org or 336-354-4051.

PRESENTATION

Annual Membership Presentation – Micheon Hollier, CRL Executive Director

- A presentation was delivered noting CRL, now in its 28th year, serves Members across 19 states with various lines of coverage. It highlighted several strategic growth opportunities, including strengthening claims management and underwriting practices, responding to shifts in the reinsurance market, and evaluating CRL's long-term vision as the reinsurer for county governments. There are continued focus areas, such as capital adequacy, Law Enforcement Liability, Property claims, and improving Member communications. A few highlights from the presentation:
 - Cyber Liability coverage will be phased out by July 1, 2026.
 - Property coverage has fewer Members, but stop-loss and coverage terms have improved.
 - The implementation of an incident management tool helps improve tracking and visibility to incidents.
 - Surplus growth shows recovery is underway, with strong financial positioning.

FINANCIAL MATTERS

Presentation of the 12/31/2024 Financial Audit Report

- The draft audit was reviewed and approved by CRL Board of Directors in May 2025, and the finalized report was included in the meeting packet and presented to the Membership for review and approval.
- Johnson Lambert LLP, CRL's Independent Financial Auditor, issued an unmodified opinion.
- CRL Membership reviewed and unanimously approved the 12/31/24 Financial Audit Report.

Appointment of Independent Financial Auditor and Approval of Engagement Letter

- The Membership reviewed and unanimously approved the engagement of Johnson Lambert LLP as CRL's independent financial auditor. This included approving their fee of \$74,000, and a 3.5% service fee to cover technology and standard third-party services.

ELECTIONS

Election of Directors

2025 Annual Membership Meeting Director Election Results:

- Class B Directors: Three-Year Term (September 2025-September 2028)
 - Sonny Brasfield
 - Charlie Eaton
 - Susan Redford
 - David Seivers
- Class C Directors: Vacancy One-Year Term (September 2025-September 2026)
 - Grace Philips

Next CRL Annual Membership Meeting, Tuesday, September 22, 2026.