

Aon Risk Solutions
Global Risk Consulting
Actuarial and Analytics

Tennessee Workers Compensation Insurance Plan

Workers Compensation

Reserve Analysis and Loss Ratio Report

Evaluated as of June 30, 2015

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I. Introduction

Purpose

Aon Global Risk Consulting (“AGRC”) has prepared this report for Tennessee Workers Compensation Insurance Plan (hereinafter referred to as, “TWCIP”) at the request of Tom Redel, Aon Risk Solutions – Kansas City. The purpose of this report is to provide assistance to the TWCIP in evaluating its unpaid retained loss liability as of 6/30/15, for losses incurred from 1/1/98 through 6/30/15, on insurance policies written by the plan during calendar years 1998 through 2015. The report is also intended to provide assistance to the management of TWCIP in setting appropriate reserve levels and for submission to TWCIP’s auditors.

Scope

The scope of the actuarial report is defined as follows:

Ultimate loss and allocated loss adjustment expense estimation and outstanding balance estimation for workers compensation for TWCIP for each of policy years 1998 through 2015.

The unpaid loss estimates presented in this report are actuarial central estimates (i.e., expected values over a range of reasonably possible outcomes). Our unpaid claim estimates are presented on an undiscounted basis. As used throughout this report, the term “loss” is meant to include both indemnity and ALAE, net of applicable insurance recoveries. We have performed no additional work to verify the financial condition of the assuming reinsurance companies.

This analysis is based on data evaluated as of June 30, 2015, and on information provided to us as of September 5, 2015.

We have not considered catastrophic events in our estimates of the liabilities.

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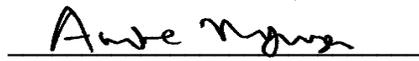
Andre Nguyen and Jonathan Shampo are members of the Casualty Actuarial Society and of the American Academy of Actuaries, and meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion contained herein.

We performed this analysis using generally accepted actuarial principles and in accordance with all relevant Actuarial Standards of Practice.

Please contact us if you have any questions regarding this report.

Respectfully submitted,

Aon Global Risk Consulting



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II. Conditions and Limitations

Inherent Uncertainty

Actuarial calculations produce estimates of inherently uncertain future contingent events. We believe that the estimates provided represent reasonable provisions based on the appropriate application of actuarial techniques to the available data. However, there is no guarantee that actual future payments will not differ from estimates included herein.

Extraordinary Future Emergence

Our projections make no provision for the extraordinary future emergence of losses or types of losses not sufficiently represented in the historical data or which are not yet quantifiable.

Data Reliance

In conducting this analysis, we relied upon the provided data without audit or independent verification; however, we reviewed it for reasonableness and consistency. Any inaccuracies in quantitative data or qualitative representations could have a significant effect on the results of our review and analysis.

Use and Distribution

Use of this report is limited to TWCIP for the specific purpose described in the Introduction section. Other uses are prohibited without an executed release with Aon.

We recognize that this report may be distributed to Auditors and appropriate governmental agencies. We request that Aon be notified of further distribution of this report. The report should only be distributed in its entirety including all supporting exhibits.

III. Executive Summary

Summary of Results

Policy Year 1998

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 1998 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	14,872,523	14,907,215	14,875,000
Ultimate Loss and ALAE Ratio	85.0%	85.2%	85.0%
Combined Ratio	115.3%	115.5%	115.3%
Reserve Estimate	133,182	167,875	135,660

Policy Year 1999

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 1999 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	10,608,855	13,635,412	12,084,000
Ultimate Loss and ALAE Ratio	87.7%	112.8%	99.9%
Combined Ratio	114.5%	139.5%	126.7%
Reserve Estimate	169,386	3,195,943	1,644,531

Policy Year 2000

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2000 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	21,103,143	21,189,836	21,164,000
Ultimate Loss and ALAE Ratio	87.2%	87.6%	87.5%
Combined Ratio	112.3%	112.7%	112.6%
Reserve Estimate	311,911	398,604	372,769

Policy Year 2001

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2001 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	26,721,917	26,789,812	26,763,000
Ultimate Loss and ALAE Ratio	65.7%	65.8%	65.8%
Combined Ratio	92.8%	93.0%	92.9%
Reserve Estimate	607,218	675,113	648,301

Policy Year 2002

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2002 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	42,113,030	47,104,877	43,912,000
Ultimate Loss and ALAE Ratio	62.6%	70.0%	65.3%
Combined Ratio	88.9%	96.4%	91.6%
Reserve Estimate	1,319,021	6,310,868	3,117,991

Policy Year 2003

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2003 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	44,087,737	49,415,967	46,083,000
Ultimate Loss and ALAE Ratio	56.9%	63.8%	59.5%
Combined Ratio	85.4%	92.3%	88.0%
Reserve Estimate	1,655,142	6,983,372	3,650,405

Policy Year 2004

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2004 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	37,322,926	42,581,410	39,398,000
Ultimate Loss and ALAE Ratio	51.6%	58.9%	54.5%
Combined Ratio	77.0%	84.3%	79.9%
Reserve Estimate	1,739,213	6,997,698	3,814,288

Policy Year 2005

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2005 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	28,840,338	35,199,691	31,938,000
Ultimate Loss and ALAE Ratio	47.8%	58.3%	52.9%
Combined Ratio	80.7%	91.3%	85.9%
Reserve Estimate	1,536,162	7,895,515	4,633,824

Policy Year 2006

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2006 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	22,262,104	22,915,300	22,550,000
Ultimate Loss and ALAE Ratio	45.2%	46.5%	45.8%
Combined Ratio	76.7%	78.0%	77.3%
Reserve Estimate	1,353,766	2,006,962	1,641,662

Policy Year 2007

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2007 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	15,894,470	19,061,304	17,681,000
Ultimate Loss and ALAE Ratio	54.2%	65.0%	60.3%
Combined Ratio	79.6%	90.4%	85.7%
Reserve Estimate	1,165,869	4,332,703	2,952,399

Policy Year 2008

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2008 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	12,506,747	12,742,283	12,560,000
Ultimate Loss and ALAE Ratio	58.2%	59.3%	58.4%
Combined Ratio	82.6%	83.7%	82.8%
Reserve Estimate	1,140,541	1,376,077	1,193,794

Policy Year 2009

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2009 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	15,268,522	22,335,932	18,212,000
Ultimate Loss and ALAE Ratio	71.3%	104.3%	85.1%
Combined Ratio	97.5%	130.6%	111.3%
Reserve Estimate	1,827,925	8,895,334	4,771,403

Policy Year 2010

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2010 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	20,092,856	40,048,806	27,616,000
Ultimate Loss and ALAE Ratio	87.1%	173.5%	119.7%
Combined Ratio	115.1%	201.5%	147.7%
Reserve Estimate	3,047,044	23,002,994	10,570,188

Policy Year 2011

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2011 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	16,998,550	23,328,544	19,208,000
Ultimate Loss and ALAE Ratio	57.9%	79.5%	65.4%
Combined Ratio	82.4%	104.0%	89.9%
Reserve Estimate	3,067,287	9,397,282	5,276,738

Policy Year 2012

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2012 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	19,601,790	20,976,891	20,784,000
Ultimate Loss and ALAE Ratio	48.8%	52.2%	51.8%
Combined Ratio	72.9%	76.3%	75.9%
Reserve Estimate	4,757,794	6,132,895	5,940,004

Policy Year 2013

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2013 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	23,970,487	24,247,517	24,121,000
Ultimate Loss and ALAE Ratio	51.2%	51.8%	51.5%
Combined Ratio	75.2%	75.7%	75.5%
Reserve Estimate	9,194,749	9,471,779	9,345,262

Policy Year 2014

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2014 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	24,769,603	28,984,625	27,445,000
Ultimate Loss and ALAE Ratio	66.0%	77.2%	73.1%
Combined Ratio	88.6%	99.9%	95.8%
Reserve Estimate	16,186,038	20,401,060	18,861,435

Policy Year 2015

The total ultimate loss and ALAE, total ultimate loss and ALAE ratio, combined ratio, and reserve estimates for the exposure of TWCIP, for policy year 2015 as of 6/30/15 are as follows:

	Minimum	Maximum	Selected
Ultimate Loss and ALAE	4,517,822	3,200,124	3,764,851
Ultimate Loss and ALAE Ratio	81.2%	57.5%	67.6%
Combined Ratio	95.9%	72.3%	82.4%
Reserve Estimate	2,796,516	4,114,214	3,361,244

The minimum and maximum projected ultimate losses are not best and worst case scenarios; they simply represent the range of estimates arrived at via various actuarial methods. These estimates are based on our assumptions about loss development for this program; different assumptions may result in a different range being indicated. The low end of the range is essentially an optimistic estimate, and the high end is

a pessimistic estimate. In terms of what is an “actuarially reasonable” estimate, the **selected** values of the reserve estimates correspond an actuarial central estimate, and a small deviation around this value (e.g. +/- 5% or +/- 10%) would generally be considered to be an actuarially reasonable range.

The ultimate loss values contained in this report have not been supplemented by safety loadings as a precaution against the fluctuation of results. We have not undertaken a variability analysis, that is: an estimate of the likelihood that the aggregate losses will reach some level above the expected values shown here.

It must be emphasized that the selected ultimate loss and / or ALAE amounts contained in this analysis are expected value figures. These estimates will undoubtedly change over time due to the statistical variability inherent in the claims settlement process. While no guarantees can be made, it is believed that these estimates represent reasonable conclusions based upon sound actuarial considerations.

Observations/Findings

Overall, for the 1998 through 2014 policy years, our selected ultimate loss projections have increased by about \$207,000 compared to our estimates as of 3/31/15. This is estimated by multiplying the change in the selected ultimate loss ratio by the earned premium as of 6/30/15, by policy year.

We offer the following observations for policy years for which the ultimate losses changed by more than \$200,000 and the change in the ultimate losses was at least 5% of the prior reserve:

For Policy Year 2002, ultimate losses decreased from \$44,212,000 to \$43,912,000. This was mainly due to a decrease in incurred losses from \$6,150,123 to \$5,878,375 for a claim that occurred on 3/13/02.

For Policy Year 2005, ultimate losses increased from \$31,469,000 to \$31,938,000. This was mainly due to an increase in incurred losses from \$394,547 to \$735,418 for a claim that occurred on 8/10/05.

For Policy Year 2010, ultimate losses increased from \$27,891,000 to \$29,333,000. This was due to greater than expected development of incurred losses from 3/31/15 to 6/30/15.

For Policy Year 2012, ultimate losses increased from \$19,573,000 to \$20,784,000. This was due to greater than expected development of incurred losses from 3/31/15 to 6/30/15.

For Policy Year 2013, ultimate losses decreased from \$24,497,000 to \$24,121,000. This was due to less than expected development of incurred losses from 3/31/15 to 6/30/15.

For Policy Year 2015, the minimum and maximum ultimate loss estimates are derived by multiplying the selected ultimate loss by .85 and 1.20, respectively. By doing this, we are providing a reasonable range around the selected ultimate loss. We have not estimated the confidence levels pertaining to this range.

IV. Program Description

We have projected losses on an unlimited basis for each of policy years 1998 through 2015.

V. Data

Loss experience, written premiums, and underwriting expenses and fees have been based on data supplied by Liberty Mutual Insurance Company, Berkeley Risk Administrators, Hartford Insurance Company, Employers Insurance of Wausau, and Companion Property and Casualty Group. This data has not been independently audited or verified by Aon Global Risk Consulting. The scope of this analysis includes losses, allocated loss adjustment expenses (ALAE), and underwriting expenses and fees. Aon reviewed the data for reasonableness and consistency, although no audit of the data was performed. If the data provided is inaccurate or incorrect, material differences can arise from what is presented here.

Losses include allocated loss adjustment expense, and henceforth in this report, any reference to losses should be understood to mean claims payments and reserves plus such expense.

Premium data was provided by Aon Risk Solutions.

We have supplemented this data with the following:

- Insurance Industry loss development data for the State of Tennessee

VI. Actuarial Analysis

Overview

Aon has employed generally accepted actuarial methodologies in estimating TWCIP's outstanding loss and ALAE liabilities as of the loss evaluation date for Workers' Compensation. The methodologies employed included the following:

- Incurred Loss Development
- Paid Loss Development
- Case Reserve (Outstanding) Development
- Paid Cape Cod
- Incurred Cape Cod

Incurred Loss Development Method

The Incurred Loss Development Method estimates ultimate losses by applying incurred loss development factors to incurred losses in policy periods in which there is further expected incurred development. This method incorporates a larger amount of data than the Paid Loss Development Method because incurred loss includes estimated payments and loss reserves. Incurred loss patterns may be more stable than paid loss patterns. This method operates under the assumption that consistent practices have been employed in setting reserves over a historical policy period. Any changes in reserving methods may cause results to be more volatile.

Paid Loss Development Method

The Paid Loss Development Method estimates ultimate losses by applying paid loss development factors to paid losses in policy periods in which there is further expected paid development. This method operates under the assumption that losses are paid at a consistent rate based on the policy period age. Paid losses contain only known dollars and do not contain reserve estimates. Compared with incurred losses, paid losses are not as affected by changes in reserving policies. However, paid losses for younger policy periods may be too green to be used for accurate predictions. Significant payments made in early stages of development or new settlement patterns may cause ultimate predictions to become erratic.

Case Reserve (Outstanding) Loss Development Method

In the Case Reserve Development Method, a case reserve loss development factor is calculated based on the paid and incurred loss development factors (LDFs). Multiplying this factor with the case reserves for a policy period adjusts the reserve to a total level including IBNR. Ultimate losses are then estimated by adding paid losses to the developed reserve. This method is particularly useful for older policy periods where less development is expected and estimated reserve amounts are likely more accurate. However, reserve amounts for younger policy periods may be too volatile to use for accurate predictions. Any changes in case reserving practices can also cause results to be erratic. This method is more effective in estimating “case development” IBNR, but is less effective in estimating the component of IBNR associated with unreported claims.

Paid Cape Cod Method

This method calculates the total unpaid amount based on an expected total loss amount and an assumed percentage unpaid based on the paid LDFs.

Incurred Cape Cod Method

This method calculates the total unreported amount based on an expected total loss amount and an assumed percentage unreported based on the incurred LDFs.

Actuarial Assumptions

The Casualty Actuarial Society Statement of Principles Regarding Property and Casualty Loss and Loss Adjustment Expense Liabilities provide a list of items that should be considered in evaluating the accuracy of ultimate loss costs. These considerations have been included in the analysis of TWCIP's experience in the following manner:

1. Homogeneity

Loss reserving accuracy may be improved by subdividing loss experience into groups exhibiting similar characteristics. The workers compensation claims for TWCIP, by policy year, were the sole consideration of this report. The data was not divided into any further subdivision.

2. Credibility

Credibility is a measure of the predictive value attached to a sample of data. The degree to which consideration is given to the homogeneity is related to the consideration of credibility. While making more homogeneous groupings may increase credibility of the data, partitioning into cells too small to be reliable statistically may also decrease it.

3. Data Availability

Loss experience data has been based on loss data supplied by Liberty Mutual Insurance Company, Berkeley Risk Administrators, Hartford Insurance Company, Employers Insurance of Wausau, and Companion Property and Casualty Group. This data has not been independently audited or verified by the Aon Group. The scope of this analysis includes allocated loss adjustment expense (ALAE), and henceforth in this report, any reference to losses should be understood to mean claims payments and reserves plus such expense. Any material discrepancies discovered in the loss data by TWCIP or any other parties should be reported to us immediately, and if warranted, we will make appropriate amendments to the report.

4. Emergence Pattern

Loss emergence patterns for this program were developed based on TWCIP experience and NCCI data. Tail development factors beyond 168 months were derived via extrapolation of the link factors fitted to an inverse power curve. The loss projections in this analysis assume that future emergence of losses in this program will be similar to that of the past. The actual future development of losses may differ significantly from what is predicted using these development factors.

5. Claims-Made

Such coverage is triggered by the reporting of claims rather than by the occurrence of claims. All coverage has been treated as occurrence-based.

6. Loss Limitations

For the purposes of this report, losses are limited as described in the “Program Description” section.

7. Collateral Sources

The impact of any salvage and subrogation would be included in the calculation of loss development factors, which have been based upon losses net of recovered items. No specific collateral sources for recovery such as coordination of benefits programs or second injury funds have been communicated to Aon Global Risk Consulting. The loss data provided is assumed to be net of any such recoveries.

8. Operational Changes

It has been assumed that the general practices followed for paying and reserving claims for TWCIP will not be materially different from general insurance industry practices. In addition, we are assuming that the general operations of TWCIP in terms of overall level of risk are relatively constant over the period of this analysis.

9. External Influences

Inflationary trend factors used in this analysis are based on countrywide loss and exposure cost indices by line of coverage, compiled by the NCCI and the Bureau of Labor Statistics.

10. Discounting

Since the financial liability for casualty claims that have occurred may not be paid out for many years, the investment income potential on liability reserves may be recognized. No discounted outstanding liabilities have been included in this report.

11. Provision for Uncertainty

Ultimate loss costs are estimates and as such a degree of uncertainty is inherent. In this report no specific additional provisions have been included in the estimates of loss costs for uncertainty.

12. Loss Reserving Methods

All methods used in this report to estimate ultimate loss costs are standard actuarial techniques. A detailed discussion of the terminology and methods employed in this report are in the section entitled "Analysis".

VII. Description of Exhibits

The steps involved in the projection of ultimate losses are performed in the exhibits, which follow. Footnotes in the exhibits indicate the formulas and the sources of values used in the analysis. The following is a discussion of exhibits for policy year 1998. The exhibits for the other policy years generally parallel the exhibits for policy year 1998.

Exhibit 1 shows minimum, maximum and selected estimates of ultimate losses, loss ratios, and combined ratios. This exhibit also shows written premiums, earned premiums, and underwriting expenses and fees.

Exhibit 2 contains the projected total ultimate losses, total paid to date, total case incurred (reported) and the total reserve broken out into case reserves and IBNR, as of 6/30/15 based on minimum, maximum, and actuarial central estimate projections.

Exhibit 3 contains the incurred and paid loss projection methods as well as the case reserve development method.

Exhibit 4 shows the incurred and paid Bornhuetter-Ferguson projection methods.

Appendices 1 - 4 show the loss development triangles and the derivation of the loss development factor (LDF) selections based on TWCIP's historical emergence patterns and emergence patterns based on NCCI data for case incurred and paid losses for both medical and indemnity losses.

VIII. Exhibits



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 1998 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:									
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	(8) <u>Earned Premium</u>	(9) <u>Maximum Loss Ratio</u>	(10) <u>Minimum Loss Ratio</u>
14,894,764	14,886,488	14,872,523	14,907,215	14,892,804	14,907,215	14,872,523	17,496,308	85.2%	85.0%
Servicing Carrier Fee Ratio					23.1%	23.1%			
Total Written Premium					17,496,308	17,496,308			
Total Servicing Carrier Fees Paid to Date					4,042,119	4,042,119			
All Other Expenses					1,258,820	1,258,820			
Total Expenses					5,300,938	5,300,938			
Expense Ratio					30.3%	30.3%			
Combined Ratio					115.5%	115.3%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					(2,711,845)	(2,677,153)			
Servicing Carrier Fee Ratio					23.1%	23.1%			
Total Written Premium					17,496,308	17,496,308			
Total Servicing Carrier Fees Paid to Date					4,042,119	4,042,119			
All Other Expenses					1,258,820	1,258,820			
Total Expenses					5,300,938	5,300,938			
Investment Income					679,429	679,429			
Collected Premium					17,276,045	17,276,045			
Uncollected Premium*					220,263	220,263			
Expense Ratio					30.3%	30.3%			
Combined Ratio					115.5%	115.3%			
Operating Ratio					111.6%	111.4%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					(2,252,679)	(2,217,987)			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 1998 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	Selected Ultimate	Earned Premium	Loss Ratio
<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Pd. B/F</u>	<u>Inc'd. B/F</u>	<u>Maximum</u>	<u>Minimum</u>			
14,894,764	14,886,488	14,872,523	14,907,215	14,892,804	14,907,215	14,872,523	14,875,000	17,496,308	85.0%

Servicing Carrier Fee Ratio	23.1%
Total Written Premium	17,496,308
Total Servicing Carrier Fees Paid to Date	4,042,119
All Other Expenses	1,258,820
Total Expenses	5,300,938
Expense Ratio	30.3%
Combined Ratio	115.3%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	(2,679,630)

Servicing Carrier Fee Ratio	23.1%
Total Written Premium	17,496,308
Total Servicing Carrier Fees Paid to Date	4,042,119
All Other Expenses	1,258,820
Total Expenses	5,300,938
Investment Income	679,429
Collected Premium	17,276,045
Uncollected Premium*	220,263
Expense Ratio	30.3%
Combined Ratio	115.3%
Operating Ratio	111.4%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	(2,220,464)

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities - Servicing Carrier Totals
as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Selected Ultimate</u>	<u>Prior Ultimate</u>	<u>Paid to Date</u>	<u>Case Incurred</u>	<u>Case Reserve</u>	<u>IBNR Reserve</u>	<u>Total Reserve</u>
Policy Year 1998	14,875,000	16,088,000	14,739,340	14,808,237	68,897	66,763	135,660



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 1998	14,872,523	16,080,475	14,739,340	14,808,237	68,897	64,285	133,182



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Maximum Ultimate</u>	<u>Prior Ultimate</u>	<u>Paid to Date</u>	<u>Case Incurred</u>	<u>Case Reserve</u>	<u>IBNR Reserve</u>	<u>Total Reserve</u>
Policy Year 1998	14,907,215	16,164,569	14,739,340	14,808,237	68,897	98,978	167,875

**Tennessee Workers Compensation Insurance Plan
Policy Year 1998 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1)	(2)	(3)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(4)	(5)	(6)	(7)	(8)	(9)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
6,274,170	6,319,359	45,189	1.021	1.012	2.331	6,405,045	6,393,958	6,379,503
INDEMNITY								
(10)	(11)	(12)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(13)	(14)	(15)	(16)	(17)	(18)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
7,580,385	7,580,386	1	1.003	1.000	1.175	7,602,368	7,583,647	7,580,386
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19)	(20)	(21)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(22)	(23)	(24)	(25)	(26)	(27)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
884,785	908,492	23,707	1.003	1.000	1.175	887,351	908,883	912,634
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28)	(29)	(30)	<u>Implied Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(31)	(32)	(33)	(34)	(35)	(36)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
14,739,340	14,808,237	68,897	1.011	1.005	1.933	14,894,764	14,886,488	14,872,523

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 1998	14,894,764	14,739,340	1.011	17,496,308	0.851	0.920	16,088,000	0.010	14,907,215

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 1998	14,886,488	14,808,237	1.005	17,496,308	0.851	0.920	16,088,000	0.005	14,892,804



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 1999 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	Earned	Maximum	Minimum
<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Pd. B/F</u>	<u>Inc'd. B/F</u>	<u>Maximum</u>	<u>Minimum</u>	<u>Premium</u>	<u>Loss Ratio</u>	<u>Loss Ratio</u>
10,608,855	11,958,734	13,635,412	10,632,663	11,960,016	13,635,412	10,608,855	12,092,779	112.8%	87.7%
Servicing Carrier Fee Ratio					23.2%	23.2%			
Total Written Premium					12,092,779	12,092,779			
Total Servicing Carrier Fees Paid to Date					2,810,247	2,810,247			
All Other Expenses					429,339	429,339			
Total Expenses					3,239,586	3,239,586			
Expense Ratio					26.8%	26.8%			
Combined Ratio					139.5%	114.5%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					(4,782,219)	(1,755,662)			
Servicing Carrier Fee Ratio					23.2%	23.2%			
Total Written Premium					12,092,779	12,092,779			
Total Servicing Carrier Fees Paid to Date					2,810,247	2,810,247			
All Other Expenses					429,339	429,339			
Total Expenses					3,239,586	3,239,586			
Investment Income					358,381	358,381			
Collected Premium					11,923,397	11,923,397			
Uncollected Premium*					169,382	169,382			
Expense Ratio					26.8%	26.8%			
Combined Ratio					139.5%	114.5%			
Operating Ratio					136.6%	111.6%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					(4,593,220)	(1,566,663)			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 1999 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	Selected Ultimate	Earned Premium	Loss Ratio
<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Pd. B/F</u>	<u>Inc'd. B/F</u>	<u>Maximum</u>	<u>Minimum</u>			
10,608,855	11,958,734	13,635,412	10,632,663	11,960,016	13,635,412	10,608,855	12,084,000	12,092,779	99.9%

Servicing Carrier Fee Ratio	23.2%
Total Written Premium	12,092,779
Total Servicing Carrier Fees Paid to Date	2,810,247
All Other Expenses	429,339
Total Expenses	3,239,586
Expense Ratio	26.8%
Combined Ratio	126.7%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	(3,230,807)

Servicing Carrier Fee Ratio	23.2%
Total Written Premium	12,092,779
Total Servicing Carrier Fees Paid to Date	2,810,247
All Other Expenses	429,339
Total Expenses	3,239,586
Investment Income	358,381
Collected Premium	11,923,397
Uncollected Premium*	169,382
Expense Ratio	26.8%
Combined Ratio	126.7%
Operating Ratio	123.8%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	(3,041,808)

*Uncollected Premium = Written Premium - Collected Premium



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities - Servicing Carrier Totals
as of 06/30/15

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Selected</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 1999	12,084,000	12,100,000	10,439,469	11,850,215	1,410,746	233,785	1,644,531



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 1999	10,608,855	10,586,831	10,439,469	11,850,215	1,410,746	(1,241,360)	169,386



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Maximum Ultimate</u>	<u>Prior Ultimate</u>	<u>Paid to Date</u>	<u>Case Incurred</u>	<u>Case Reserve</u>	<u>IBNR Reserve</u>	<u>Total Reserve</u>
Policy Year 1999	13,635,412	13,903,925	10,439,469	11,850,215	1,410,746	1,785,197	3,195,943

**Tennessee Workers Compensation Insurance Plan
Policy Year 1999 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1) <u>Paid to Date</u>	(2) <u>Incurred to Date</u>	(3) <u>Case Res.</u>	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
5,026,407	6,350,913	1,324,506	1.029	1.017	2.336	5,173,804	6,456,120	8,121,035
INDEMNITY								
(10) <u>Paid to Date</u>	(11) <u>Incurred to Date</u>	(12) <u>Case Res.</u>	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
4,737,624	4,737,628	4	1.004	1.001	1.175	4,756,869	4,740,481	4,737,628
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19) <u>Paid to Date</u>	(20) <u>Incurred to Date</u>	(21) <u>Case Res.</u>	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
675,438	761,674	86,236	1.004	1.001	1.175	678,182	762,133	776,749
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28) <u>Paid to Date</u>	(29) <u>Incurred to Date</u>	(30) <u>Case Res.</u>	<u>Implied Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
10,439,469	11,850,215	1,410,746	1.016	1.009	2.265	10,608,855	11,958,734	13,635,412

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 1999	10,608,855	10,439,469	1.016	12,092,779	0.877	1.001	12,100,000	0.016	10,632,663

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 1999	11,958,734	11,850,215	1.009	12,092,779	0.989	1.001	12,100,000	0.009	11,960,016



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2000 AGGREGATE LALAE PROJECTIONS

<u>Ultimates based on:</u>							(8)	(9)	(10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	Earned	Maximum	Minimum
<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Pd. B/F</u>	<u>Inc'd. B/F</u>	<u>Maximum</u>	<u>Minimum</u>	<u>Premium</u>	<u>Loss Ratio</u>	<u>Loss Ratio</u>
21,189,836	21,142,266	21,103,143	21,189,594	21,142,597	21,189,836	21,103,143	24,197,896	87.6%	87.2%
Servicing Carrier Fee Ratio					22.5%	22.5%			
Total Written Premium					24,197,896	24,197,896			
Total Servicing Carrier Fees Paid to Date					5,448,010	5,448,010			
All Other Expenses					628,576	628,576			
Total Expenses					6,076,586	6,076,586			
Expense Ratio					25.1%	25.1%			
Combined Ratio					112.7%	112.3%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					(3,068,526)	(2,981,833)			
Servicing Carrier Fee Ratio					22.5%	22.5%			
Total Written Premium					24,197,896	24,197,896			
Total Servicing Carrier Fees Paid to Date					5,448,010	5,448,010			
All Other Expenses					628,576	628,576			
Total Expenses					6,076,586	6,076,586			
Investment Income					575,863	575,863			
Collected Premium					23,486,488	23,486,488			
Uncollected Premium*					711,408	711,408			
Expense Ratio					25.1%	25.1%			
Combined Ratio					112.7%	112.3%			
Operating Ratio					110.3%	109.9%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					(3,204,070)	(3,117,377)			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2000 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
21,189,836	21,142,266	21,103,143	21,189,594	21,142,597	21,189,836	21,103,143	21,164,000	24,197,896	87.5%

Servicing Carrier Fee Ratio	22.5%
Total Written Premium	24,197,896
Total Servicing Carrier Fees Paid to Date	5,448,010
All Other Expenses	628,576
Total Expenses	6,076,586
Expense Ratio	25.1%
Combined Ratio	112.6%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	(3,042,690)

Servicing Carrier Fee Ratio	22.5%
Total Written Premium	24,197,896
Total Servicing Carrier Fees Paid to Date	5,448,010
All Other Expenses	628,576
Total Expenses	6,076,586
Investment Income	575,863
Collected Premium	23,486,488
Uncollected Premium*	711,408
Expense Ratio	25.1%
Combined Ratio	112.6%
Operating Ratio	110.2%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	(3,178,234)

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Selected Ultimate</u>	<u>Prior Ultimate</u>	<u>Paid to Date</u>	<u>Case Incurred</u>	<u>Case Reserve</u>	<u>IBNR Reserve</u>	<u>Total Reserve</u>
Policy Year 2000	21,164,000	21,177,000	20,791,231	20,940,844	149,613	223,156	372,769



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2000	21,103,143	21,157,282	20,791,231	20,940,844	149,613	162,298	311,911



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Maximum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2000	21,189,836	21,235,395	20,791,231	20,940,844	149,613	248,991	398,604

**Tennessee Workers Compensation Insurance Plan
Policy Year 2000 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1)	(2)	(3)	Loss Development Factors			Ultimates based on:		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	<u>(4) Paid</u>	<u>(5) Incurred</u>	<u>(6) Case Res.</u>	<u>(7) Paid</u>	<u>(8) Incurred</u>	<u>(9) Case Res.</u>
8,885,000	9,001,643	116,643	1.038	1.021	2.342	9,221,383	9,193,817	9,158,174
INDEMNITY								
(10)	(11)	(12)	Loss Development Factors			Ultimates based on:		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	<u>(13) Paid</u>	<u>(14) Incurred</u>	<u>(15) Case Res.</u>	<u>(16) Paid</u>	<u>(17) Incurred</u>	<u>(18) Case Res.</u>
10,810,789	10,810,790	1	1.005	1.001	1.175	10,867,285	10,819,163	10,810,790
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19)	(20)	(21)	Loss Development Factors			Ultimates based on:		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	<u>(22) Paid</u>	<u>(23) Incurred</u>	<u>(24) Case Res.</u>	<u>(25) Paid</u>	<u>(26) Incurred</u>	<u>(27) Case Res.</u>
1,095,443	1,128,412	32,969	1.005	1.001	1.175	1,101,168	1,129,286	1,134,179
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28)	(29)	(30)	Implied Loss Development Factors			Ultimates based on:		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	<u>(31) Paid</u>	<u>(32) Incurred</u>	<u>(33) Case Res.</u>	<u>(34) Paid</u>	<u>(35) Incurred</u>	<u>(36) Case Res.</u>
20,791,231	20,940,844	149,613	1.019	1.010	2.085	21,189,836	21,142,266	21,103,143

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2000	21,189,836	20,791,231	1.019	24,197,896	0.876	0.875	21,177,000	0.019	21,189,594

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2000	21,142,266	20,940,844	1.010	24,197,896	0.874	0.875	21,177,000	0.010	21,142,597



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2001 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
26,789,812	26,761,664	26,721,917	26,788,909	26,761,562	26,789,812	26,721,917	40,687,333	65.8%	65.7%
Servicing Carrier Fee Ratio					23.8%	23.8%			
Total Written Premium					40,687,333	40,687,333			
Total Servicing Carrier Fees Paid to Date					9,673,324	9,673,324			
All Other Expenses					1,359,100	1,359,100			
Total Expenses					11,032,425	11,032,425			
Expense Ratio					27.1%	27.1%			
Combined Ratio					93.0%	92.8%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					2,865,096	2,932,991			
Servicing Carrier Fee Ratio					23.8%	23.8%			
Total Written Premium					40,687,333	40,687,333			
Total Servicing Carrier Fees Paid to Date					9,673,324	9,673,324			
All Other Expenses					1,359,100	1,359,100			
Total Expenses					11,032,425	11,032,425			
Investment Income					1,248,482	1,248,482			
Collected Premium					39,709,107	39,709,107			
Uncollected Premium*					978,226	978,226			
Expense Ratio					27.1%	27.1%			
Combined Ratio					93.0%	92.8%			
Operating Ratio					89.9%	89.7%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					3,135,352	3,203,246			
Distributed Surplus					(2,793,639)	(2,793,639)			
Projected Remaining Surplus					341,712	409,607			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities - Servicing Carrier Totals
as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Selected Ultimate</u>	<u>Prior Ultimate</u>	<u>Paid to Date</u>	<u>Case Incurred</u>	<u>Case Reserve</u>	<u>IBNR Reserve</u>	<u>Total Reserve</u>
Policy Year 2001	26,763,000	26,754,000	26,114,699	26,405,967	291,268	357,033	648,301



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2001	26,721,917	26,752,714	26,114,699	26,405,967	291,268	315,950	607,218



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Maximum Ultimate</u>	<u>Prior Ultimate</u>	<u>Paid to Date</u>	<u>Case Incurred</u>	<u>Case Reserve</u>	<u>IBNR Reserve</u>	<u>Total Reserve</u>
Policy Year 2001	26,789,812	26,778,016	26,114,699	26,405,967	291,268	383,845	675,113

**Tennessee Workers Compensation Insurance Plan
Policy Year 2001 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1) <u>Paid to Date</u>	(2) <u>Incurred to Date</u>	(3) <u>Case Res.</u>	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
12,272,667	12,492,012	219,345	1.048	1.027	2.341	12,858,941	12,826,974	12,786,073
INDEMNITY								
(10) <u>Paid to Date</u>	(11) <u>Incurred to Date</u>	(12) <u>Case Res.</u>	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
12,431,848	12,432,673	825	1.006	1.001	1.304	12,511,637	12,451,200	12,432,924
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19) <u>Paid to Date</u>	(20) <u>Incurred to Date</u>	(21) <u>Case Res.</u>	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
1,410,184	1,481,282	71,098	1.006	1.001	1.304	1,419,235	1,483,489	1,502,920
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28) <u>Paid to Date</u>	(29) <u>Incurred to Date</u>	(30) <u>Case Res.</u>	<u>Implied Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
26,114,699	26,405,967	291,268	1.026	1.013	2.085	26,789,812	26,761,664	26,721,917

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2001	26,789,812	26,114,699	1.026	40,687,333	0.658	0.658	26,754,000	0.025	26,788,909

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2001	26,761,664	26,405,967	1.013	40,687,333	0.658	0.658	26,754,000	0.013	26,761,562



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2002 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
42,113,030	44,361,587	47,104,877	42,178,772	44,359,068	47,104,877	42,113,030	67,292,261	70.0%	62.6%
Servicing Carrier Fee Ratio					23.7%	23.7%			
Total Written Premium					67,292,261	67,292,261			
Total Servicing Carrier Fees Paid to Date					15,980,679	15,980,679			
All Other Expenses					1,754,595	1,754,595			
Total Expenses					17,735,274	17,735,274			
Expense Ratio					26.4%	26.4%			
Combined Ratio					96.4%	88.9%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					2,452,110	7,443,957			
Servicing Carrier Fee Ratio					23.7%	23.7%			
Total Written Premium					67,292,261	67,292,261			
Total Servicing Carrier Fees Paid to Date					15,980,679	15,980,679			
All Other Expenses					1,754,595	1,754,595			
Total Expenses					17,735,274	17,735,274			
Investment Income					2,499,756	2,499,756			
Collected Premium					65,469,308	65,469,308			
Uncollected Premium*					1,822,953	1,822,953			
Expense Ratio					26.4%	26.4%			
Combined Ratio					96.4%	88.9%			
Operating Ratio					92.6%	85.2%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					3,128,913	8,120,759			
Distributed Surplus					(5,265,239)	(5,265,239)			
Projected Remaining Surplus					(2,136,326)	2,855,521			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2002 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
42,113,030	44,361,587	47,104,877	42,178,772	44,359,068	47,104,877	42,113,030	43,912,000	67,292,261	65.3%
Servicing Carrier Fee Ratio							23.7%		
Total Written Premium							67,292,261		
Total Servicing Carrier Fees Paid to Date							15,980,679		
All Other Expenses							1,754,595		
Total Expenses							17,735,274		
Expense Ratio							26.4%		
Combined Ratio							91.6%		
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees							5,644,987		
Servicing Carrier Fee Ratio							23.7%		
Total Written Premium							67,292,261		
Total Servicing Carrier Fees Paid to Date							15,980,679		
All Other Expenses							1,754,595		
Total Expenses							17,735,274		
Investment Income							2,499,756		
Collected Premium							65,469,308		
Uncollected Premium*							1,822,953		
Expense Ratio							26.4%		
Combined Ratio							91.6%		
Operating Ratio							87.9%		
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium							6,321,790		
Distributed Surplus							(5,265,239)		
Projected Remaining Surplus							1,056,551		

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) <u>Selected Ultimate</u>	(2) <u>Prior Ultimate</u>	(3) <u>Paid to Date</u>	(4) <u>Case Incurred</u>	(5) <u>Case Reserve</u>	(6) <u>IBNR Reserve</u>	(7) <u>Total Reserve</u>
Policy Year 2002	43,912,000	44,212,000	40,794,009	43,614,510	2,820,501	297,490	3,117,991



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2002	42,113,030	42,102,807	40,794,009	43,614,510	2,820,501	(1,501,480)	1,319,021



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2002	47,104,877	47,628,150	40,794,009	43,614,510	2,820,501	3,490,367	6,310,868

**Tennessee Workers Compensation Insurance Plan
Policy Year 2002 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1) <u>Paid to Date</u>	(2) <u>Incurred to Date</u>	(3) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
19,519,851	22,185,160	2,665,309	1.058	1.032	2.295	20,657,160	22,896,561	25,637,634
INDEMNITY								
(10) <u>Paid to Date</u>	(11) <u>Incurred to Date</u>	(12) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
18,462,387	18,512,390	50,003	1.009	1.002	1.244	18,620,083	18,543,210	18,524,599
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19) <u>Paid to Date</u>	(20) <u>Incurred to Date</u>	(21) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
2,811,771	2,916,960	105,189	1.009	1.002	1.244	2,835,788	2,921,816	2,942,644
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28) <u>Paid to Date</u>	(29) <u>Incurred to Date</u>	(30) <u>Case Res.</u>	Implied Loss Development Factors			Ultimates based on:		
			(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
40,794,009	43,614,510	2,820,501	1.032	1.017	2.237	42,113,030	44,361,587	47,104,877

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2002	42,113,030	40,794,009	1.032	67,292,261	0.626	0.657	44,212,000	0.031	42,178,772

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2002	44,361,587	43,614,510	1.017	67,292,261	0.659	0.657	44,212,000	0.017	44,359,068



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2003 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
44,087,737	46,748,073	49,415,967	44,156,336	46,731,551	49,415,967	44,087,737	77,443,017	63.8%	56.9%
Servicing Carrier Fee Ratio					21.9%	21.9%			
Total Written Premium					77,443,017	77,443,017			
Total Servicing Carrier Fees Paid to Date					16,974,352	16,974,352			
All Other Expenses					5,077,271	5,077,271			
Total Expenses					22,051,623	22,051,623			
Expense Ratio					28.5%	28.5%			
Combined Ratio					92.3%	85.4%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					5,975,428	11,303,658			
Servicing Carrier Fee Ratio					21.9%	21.9%			
Total Written Premium					77,443,017	77,443,017			
Total Servicing Carrier Fees Paid to Date					16,974,352	16,974,352			
All Other Expenses					5,077,271	5,077,271			
Total Expenses					22,051,623	22,051,623			
Investment Income					2,882,525	2,882,525			
Collected Premium					73,800,581	73,800,581			
Uncollected Premium*					3,642,436	3,642,436			
Expense Ratio					28.5%	28.5%			
Combined Ratio					92.3%	85.4%			
Operating Ratio					88.6%	81.7%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					5,215,517	10,543,747			
Distributed Surplus					(8,252,430)	(8,252,430)			
Projected Remaining Surplus					(3,036,913)	2,291,317			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2003 AGGREGATE LALAE PROJECTIONS

Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
44,087,737	46,748,073	49,415,967	44,156,336	46,731,551	49,415,967	44,087,737	46,083,000	77,443,017	59.5%

Servicing Carrier Fee Ratio	21.9%
Total Written Premium	77,443,017
Total Servicing Carrier Fees Paid to Date	16,974,352
All Other Expenses	5,077,271
Total Expenses	22,051,623
Expense Ratio	28.5%
Combined Ratio	88.0%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	9,308,395

Servicing Carrier Fee Ratio	21.9%
Total Written Premium	77,443,017
Total Servicing Carrier Fees Paid to Date	16,974,352
All Other Expenses	5,077,271
Total Expenses	22,051,623
Investment Income	2,882,525
Collected Premium	73,800,581
Uncollected Premium*	3,642,436
Expense Ratio	28.5%
Combined Ratio	88.0%
Operating Ratio	84.3%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	8,548,484
Distributed Surplus	(8,252,430)
Projected Remaining Surplus	296,054

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) <u>Selected Ultimate</u>	(2) <u>Prior Ultimate</u>	(3) <u>Paid to Date</u>	(4) <u>Case Incurred</u>	(5) <u>Case Reserve</u>	(6) <u>IBNR Reserve</u>	(7) <u>Total Reserve</u>
Policy Year 2003	46,083,000	45,915,000	42,432,595	45,820,911	3,388,317	262,089	3,650,405



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2003	44,087,737	44,043,952	42,432,595	45,820,911	3,388,317	(1,733,174)	1,655,142



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Maximum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2003	49,415,967	49,689,941	42,432,595	45,820,911	3,388,317	3,595,056	6,983,372

**Tennessee Workers Compensation Insurance Plan
Policy Year 2003 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1)	(2)	<u>Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(3) <u>Case Res.</u>	(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
20,257,204	23,065,003	2,807,799	1.070	1.037	2.179	21,680,196	23,914,204	26,374,709
INDEMNITY								
(10)	(11)	<u>Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(12) <u>Case Res.</u>	(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
18,105,676	18,303,317	197,641	1.010	1.003	1.492	18,295,221	18,366,024	18,400,466
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19)	(20)	<u>Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(21) <u>Case Res.</u>	(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
4,069,715	4,452,591	382,876	1.010	1.003	1.492	4,112,320	4,467,846	4,640,792
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28)	(29)	<u>Implied Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(30) <u>Case Res.</u>	(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
42,432,595	45,820,911	3,388,317	1.039	1.020	2.061	44,087,737	46,748,073	49,415,967

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2003	44,087,737	42,432,595	1.039	77,443,017	0.569	0.593	45,915,000	0.038	44,156,336

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2003	46,748,073	45,820,911	1.020	77,443,017	0.604	0.593	45,915,000	0.020	46,731,551



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2004 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
37,322,926	39,917,355	42,581,410	37,421,540	39,905,838	42,581,410	37,322,926	72,291,879	58.9%	51.6%
Servicing Carrier Fee Ratio					22.1%	22.1%			
Total Written Premium					72,291,879	72,291,879			
Total Servicing Carrier Fees Paid to Date					15,995,481	15,995,481			
All Other Expenses					2,337,945	2,337,945			
Total Expenses					18,333,427	18,333,427			
Expense Ratio					25.4%	25.4%			
Combined Ratio					84.3%	77.0%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					11,377,042	16,635,526			
Servicing Carrier Fee Ratio					22.1%	22.1%			
Total Written Premium					72,291,879	72,291,879			
Total Servicing Carrier Fees Paid to Date					15,995,481	15,995,481			
All Other Expenses					2,337,945	2,337,945			
Total Expenses					18,333,427	18,333,427			
Investment Income					3,443,374	3,443,374			
Collected Premium					69,546,519	69,546,519			
Uncollected Premium*					2,745,360	2,745,360			
Expense Ratio					25.4%	25.4%			
Combined Ratio					84.3%	77.0%			
Operating Ratio					79.5%	72.2%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					12,075,056	17,333,540			
Distributed Surplus					(10,293,410)	(10,293,410)			
Projected Remaining Surplus					1,781,646	7,040,131			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2004 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
37,322,926	39,917,355	42,581,410	37,421,540	39,905,838	42,581,410	37,322,926	39,398,000	72,291,879	54.5%
Servicing Carrier Fee Ratio							22.1%		
Total Written Premium							72,291,879		
Total Servicing Carrier Fees Paid to Date							15,995,481		
All Other Expenses							2,337,945		
Total Expenses							18,333,427		
Expense Ratio							25.4%		
Combined Ratio							79.9%		
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees							14,560,452		
Servicing Carrier Fee Ratio							22.1%		
Total Written Premium							72,291,879		
Total Servicing Carrier Fees Paid to Date							15,995,481		
All Other Expenses							2,337,945		
Total Expenses							18,333,427		
Investment Income							3,443,374		
Collected Premium							69,546,519		
Uncollected Premium*							2,745,360		
Expense Ratio							25.4%		
Combined Ratio							79.9%		
Operating Ratio							75.1%		
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium							15,258,466		
Distributed Surplus							(10,293,410)		
Projected Remaining Surplus							4,965,056		

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) <u>Selected Ultimate</u>	(2) <u>Prior Ultimate</u>	(3) <u>Paid to Date</u>	(4) <u>Case Incurred</u>	(5) <u>Case Reserve</u>	(6) <u>IBNR Reserve</u>	(7) <u>Total Reserve</u>
Policy Year 2004	39,398,000	39,440,000	35,583,712	38,955,956	3,372,244	442,044	3,814,288



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2004	37,322,926	37,321,082	35,583,712	38,955,956	3,372,244	(1,633,031)	1,739,213



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2004	42,581,410	42,654,004	35,583,712	38,955,956	3,372,244	3,625,454	6,997,698

**Tennessee Workers Compensation Insurance Plan
Policy Year 2004 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1)	(2)	(3)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(4)	(5)	(6)	(7)	(8)	(9)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
17,964,702	21,111,346	3,146,644	1.082	1.042	2.120	19,432,523	21,988,885	24,636,226
INDEMNITY								
(10)	(11)	(12)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(13)	(14)	(15)	(16)	(17)	(18)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
14,479,771	14,479,810	39	1.015	1.005	1.446	14,702,809	14,547,857	14,479,827
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19)	(20)	(21)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(22)	(23)	(24)	(25)	(26)	(27)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
3,139,239	3,364,801	225,561	1.015	1.005	1.446	3,187,594	3,380,614	3,465,357
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28)	(29)	(30)	<u>Implied Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(31)	(32)	(33)	(34)	(35)	(36)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
35,583,712	38,955,956	3,372,244	1.049	1.025	2.075	37,322,926	39,917,355	42,581,410

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2004	37,322,926	35,583,712	1.049	72,291,879	0.516	0.546	39,439,162	0.047	37,421,540

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2004	39,917,355	38,955,956	1.025	72,291,879	0.552	0.546	39,439,162	0.024	39,905,838



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2005 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
28,840,338	32,188,864	35,199,691	28,980,352	32,169,383	35,199,691	28,840,338	60,396,909	58.3%	47.8%
Servicing Carrier Fee Ratio					22.1%	22.1%			
Total Written Premium					60,396,909	60,396,909			
Total Servicing Carrier Fees Paid to Date					13,334,564	13,334,564			
All Other Expenses					6,581,426	6,581,426			
Total Expenses					19,915,990	19,915,990			
Expense Ratio					33.0%	33.0%			
Combined Ratio					91.3%	80.7%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					5,281,228	11,640,581			
Servicing Carrier Fee Ratio					22.1%	22.1%			
Total Written Premium					60,396,909	60,396,909			
Total Servicing Carrier Fees Paid to Date					13,334,564	13,334,564			
All Other Expenses					6,581,426	6,581,426			
Total Expenses					19,915,990	19,915,990			
Investment Income					2,440,896	2,440,896			
Collected Premium					57,976,364	57,976,364			
Uncollected Premium*					2,420,545	2,420,545			
Expense Ratio					33.0%	33.0%			
Combined Ratio					91.3%	80.7%			
Operating Ratio					87.2%	76.7%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					5,301,580	11,660,933			
Distributed Surplus					(6,548,173)	(6,548,173)			
Projected Remaining Surplus					(1,246,593)	5,112,761			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2005 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
28,840,338	32,188,864	35,199,691	28,980,352	32,169,383	35,199,691	28,840,338	31,938,000	60,396,909	52.9%
							22.1%		
Servicing Carrier Fee Ratio							60,396,909		
Total Written Premium							13,334,564		
Total Servicing Carrier Fees Paid to Date							6,581,426		
All Other Expenses							19,915,990		
Total Expenses							33.0%		
Expense Ratio							85.9%		
Combined Ratio							8,542,919		
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees									
							22.1%		
Servicing Carrier Fee Ratio							60,396,909		
Total Written Premium							13,334,564		
Total Servicing Carrier Fees Paid to Date							6,581,426		
All Other Expenses							19,915,990		
Total Expenses							2,440,896		
Investment Income							57,976,364		
Collected Premium							2,420,545		
Uncollected Premium*							33.0%		
Expense Ratio							85.9%		
Combined Ratio							81.8%		
Operating Ratio							8,563,271		
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium							(6,548,173)		
Distributed Surplus							2,015,098		
Projected Remaining Surplus									

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) <u>Selected Ultimate</u>	(2) <u>Prior Ultimate</u>	(3) <u>Paid to Date</u>	(4) <u>Case Incurred</u>	(5) <u>Case Reserve</u>	(6) <u>IBNR Reserve</u>	(7) <u>Total Reserve</u>
Policy Year 2005	31,938,000	31,469,000	27,304,176	31,317,776	4,013,601	620,224	4,633,824



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2005	28,840,338	28,667,247	27,304,176	31,317,776	4,013,601	(2,477,439)	1,536,162



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2005	35,199,691	34,625,810	27,304,176	31,317,776	4,013,601	3,881,914	7,895,515

**Tennessee Workers Compensation Insurance Plan
Policy Year 2005 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1) <u>Paid to Date</u>	(2) <u>Incurred to Date</u>	(3) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
13,383,517	16,958,039	3,574,523	1.097	1.047	2.034	14,684,536	17,757,849	20,654,148
INDEMNITY								
(10) <u>Paid to Date</u>	(11) <u>Incurred to Date</u>	(12) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
11,941,486	12,012,976	71,490	1.017	1.005	1.423	12,143,197	12,072,605	12,043,229
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19) <u>Paid to Date</u>	(20) <u>Incurred to Date</u>	(21) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
1,979,173	2,346,761	367,588	1.017	1.005	1.423	2,012,605	2,358,410	2,502,314
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28) <u>Paid to Date</u>	(29) <u>Incurred to Date</u>	(30) <u>Case Res.</u>	Implied Loss Development Factors			Ultimates based on:		
			(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
27,304,176	31,317,776	4,013,601	1.056	1.028	1.967	28,840,338	32,188,864	35,199,691

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2005	28,840,338	27,304,176	1.056	60,396,909	0.478	0.521	31,469,000	0.053	28,980,352

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2005	32,188,864	31,317,776	1.028	60,396,909	0.533	0.521	31,469,000	0.027	32,169,383



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2006 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
22,262,104	22,581,930	22,915,300	22,281,088	22,581,700	22,915,300	22,262,104	49,237,164	46.5%	45.2%
Servicing Carrier Fee Ratio					22.2%	22.2%			
Total Written Premium					49,237,164	49,237,164			
Total Servicing Carrier Fees Paid to Date					10,922,322	10,922,322			
All Other Expenses					4,565,297	4,565,297			
Total Expenses					15,487,619	15,487,619			
Expense Ratio					31.5%	31.5%			
Combined Ratio					78.0%	76.7%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					10,834,244	11,487,441			
Servicing Carrier Fee Ratio					22.2%	22.2%			
Total Written Premium					49,237,164	49,237,164			
Total Servicing Carrier Fees Paid to Date					10,922,322	10,922,322			
All Other Expenses					4,565,297	4,565,297			
Total Expenses					15,487,619	15,487,619			
Investment Income					1,473,247	1,473,247			
Collected Premium					47,395,496	47,395,496			
Uncollected Premium*					1,841,668	1,841,668			
Expense Ratio					31.5%	31.5%			
Combined Ratio					78.0%	76.7%			
Operating Ratio					75.0%	73.7%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					10,465,823	11,119,019			
Distributed Surplus					(7,388,916)	(7,388,916)			
Projected Remaining Surplus					3,076,907	3,730,103			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2006 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
22,262,104	22,581,930	22,915,300	22,281,088	22,581,700	22,915,300	22,262,104	22,550,000	49,237,164	45.8%
							22.2%		
Servicing Carrier Fee Ratio									
Total Written Premium							49,237,164		
Total Servicing Carrier Fees Paid to Date							10,922,322		
All Other Expenses							4,565,297		
Total Expenses							15,487,619		
Expense Ratio							31.5%		
Combined Ratio							77.3%		
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees							11,199,545		
							22.2%		
Servicing Carrier Fee Ratio									
Total Written Premium							49,237,164		
Total Servicing Carrier Fees Paid to Date							10,922,322		
All Other Expenses							4,565,297		
Total Expenses							15,487,619		
Investment Income							1,473,247		
Collected Premium							47,395,496		
Uncollected Premium*							1,841,668		
Expense Ratio							31.5%		
Combined Ratio							77.3%		
Operating Ratio							74.3%		
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium							10,831,123		
Distributed Surplus							(7,388,916)		
Projected Remaining Surplus							3,442,208		

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Selected Ultimate</u>	<u>Prior Ultimate</u>	<u>Paid to Date</u>	<u>Case Incurred</u>	<u>Case Reserve</u>	<u>IBNR Reserve</u>	<u>Total Reserve</u>
Policy Year 2006	22,550,000	22,576,000	20,908,338	21,902,856	994,518	647,144	1,641,662



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2006	22,262,104	22,245,372	20,908,338	21,902,856	994,518	359,249	1,353,766



Tennessee Workers Compensation Insurance Plan

Exhibit 2

**Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15**

	TOTAL LALAE RESERVES						
	(1) Maximum <u>Ultimate</u>	(2) Prior <u>Ultimate</u>	(3) Paid <u>to Date</u>	(4) Case <u>Incurred</u>	(5) Case <u>Reserve</u>	(6) IBNR <u>Reserve</u>	(7) Total <u>Reserve</u>
Policy Year 2006	22,915,300	22,988,474	20,908,338	21,902,856	994,518	1,012,445	2,006,962

Tennessee Workers Compensation Insurance Plan
Policy Year 2006 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15

MEDICAL								
(1)	(2)	<u>Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(3) <u>Case Res.</u>	(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
10,316,916	11,195,130	878,214	1.109	1.054	2.090	11,445,167	11,801,894	12,152,404
INDEMNITY								
(10)	(11)	<u>Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(12) <u>Case Res.</u>	(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
9,115,267	9,115,270	3	1.021	1.007	1.474	9,309,351	9,176,826	9,115,271
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19)	(20)	<u>Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(21) <u>Case Res.</u>	(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
1,476,155	1,592,456	116,301	1.021	1.007	1.474	1,507,586	1,603,210	1,647,625
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28)	(29)	<u>Implied Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(30) <u>Case Res.</u>	(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
20,908,338	21,902,856	994,518	1.065	1.031	2.018	22,262,104	22,581,930	22,915,300

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2006	22,262,104	20,908,338	1.065	49,237,164	0.452	0.458	22,574,279	0.061	22,281,088

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2006	22,581,930	21,902,856	1.031	49,237,164	0.459	0.458	22,574,279	0.030	22,581,700



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2007 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
15,894,470	17,775,271	19,061,304	16,030,846	17,774,534	19,061,304	15,894,470	29,334,321	65.0%	54.2%
Servicing Carrier Fee Ratio					22.2%	22.2%			
Total Written Premium					29,334,321	29,334,321			
Total Servicing Carrier Fees Paid to Date					6,517,681	6,517,681			
All Other Expenses					935,259	935,259			
Total Expenses					7,452,939	7,452,939			
Expense Ratio					25.4%	25.4%			
Combined Ratio					90.4%	79.6%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					2,820,077	5,986,912			
Servicing Carrier Fee Ratio					22.2%	22.2%			
Total Written Premium					29,334,321	29,334,321			
Total Servicing Carrier Fees Paid to Date					6,517,681	6,517,681			
All Other Expenses					935,259	935,259			
Total Expenses					7,452,939	7,452,939			
Investment Income					318,372	318,372			
Collected Premium					28,657,284	28,657,284			
Uncollected Premium*					677,037	677,037			
Expense Ratio					25.4%	25.4%			
Combined Ratio					90.4%	79.6%			
Operating Ratio					89.3%	78.5%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					2,461,413	5,628,247			
Distributed Surplus					(3,597,670)	(3,597,670)			
Projected Remaining Surplus					(1,136,258)	2,030,577			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2007 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
15,894,470	17,775,271	19,061,304	16,030,846	17,774,534	19,061,304	15,894,470	17,681,000	29,334,321	60.3%
							22.2%		
Servicing Carrier Fee Ratio							22.2%		
Total Written Premium							29,334,321		
Total Servicing Carrier Fees Paid to Date							6,517,681		
All Other Expenses							935,259		
Total Expenses							7,452,939		
Expense Ratio							25.4%		
Combined Ratio							85.7%		
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees							4,200,382		
							22.2%		
Servicing Carrier Fee Ratio							22.2%		
Total Written Premium							29,334,321		
Total Servicing Carrier Fees Paid to Date							6,517,681		
All Other Expenses							935,259		
Total Expenses							7,452,939		
Investment Income							318,372		
Collected Premium							28,657,284		
Uncollected Premium*							677,037		
Expense Ratio							25.4%		
Combined Ratio							85.7%		
Operating Ratio							84.6%		
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium							3,841,717		
Distributed Surplus							(3,597,670)		
Projected Remaining Surplus							244,047		

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Selected Ultimate</u>	<u>Prior Ultimate</u>	<u>Paid to Date</u>	<u>Case Incurred</u>	<u>Case Reserve</u>	<u>IBNR Reserve</u>	<u>Total Reserve</u>
Policy Year 2007	17,681,000	17,754,000	14,728,601	17,167,938	2,439,336	513,062	2,952,399



Tennessee Workers Compensation Insurance Plan

Exhibit 2

**Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15**

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2007	15,894,470	15,899,867	14,728,601	17,167,938	2,439,336	(1,273,468)	1,165,869



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2007	19,061,304	19,401,567	14,728,601	17,167,938	2,439,336	1,893,367	4,332,703

Tennessee Workers Compensation Insurance Plan
Policy Year 2007 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15

MEDICAL								
(1)	(2)	(3)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(4)	(5)	(6)	(7)	(8)	(9)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
7,536,871	9,123,958	1,587,086	1.129	1.060	1.991	8,505,372	9,672,086	10,696,420
INDEMNITY								
(10)	(11)	(12)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(13)	(14)	(15)	(16)	(17)	(18)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
5,956,615	6,687,023	730,407	1.027	1.007	1.377	6,120,087	6,736,241	6,962,049
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19)	(20)	(21)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(22)	(23)	(24)	(25)	(26)	(27)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
1,235,114	1,356,957	121,843	1.027	1.007	1.377	1,269,010	1,366,945	1,402,836
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28)	(29)	(30)	<u>Implied Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(31)	(32)	(33)	(34)	(35)	(36)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
14,728,601	17,167,938	2,439,336	1.079	1.035	1.776	15,894,470	17,775,271	19,061,304

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2007	15,894,470	14,728,601	1.079	29,334,321	0.542	0.605	17,753,706	0.073	16,030,846

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2007	17,775,271	17,167,938	1.035	29,334,321	0.606	0.605	17,753,706	0.034	17,774,534



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2008 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
12,506,747	12,588,657	12,742,283	12,518,476	12,590,703	12,742,283	12,506,747	21,493,681	59.3%	58.2%
Servicing Carrier Fee Ratio					21.5%	21.5%			
Total Written Premium					21,493,681	21,493,681			
Total Servicing Carrier Fees Paid to Date					4,610,666	4,610,666			
All Other Expenses					627,210	627,210			
Total Expenses					5,237,876	5,237,876			
Expense Ratio					24.4%	24.4%			
Combined Ratio					83.7%	82.6%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					3,513,522	3,749,058			
Servicing Carrier Fee Ratio					21.5%	21.5%			
Total Written Premium					21,493,681	21,493,681			
Total Servicing Carrier Fees Paid to Date					4,610,666	4,610,666			
All Other Expenses					627,210	627,210			
Total Expenses					5,237,876	5,237,876			
Investment Income					27,528	27,528			
Collected Premium					20,290,212	20,290,212			
Uncollected Premium*					1,203,469	1,203,469			
Expense Ratio					24.4%	24.4%			
Combined Ratio					83.7%	82.6%			
Operating Ratio					83.5%	82.4%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					2,337,581	2,573,117			
Distributed Surplus					(1,440,387)	(1,440,387)			
Projected Remaining Surplus					897,194	1,132,730			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2008 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
12,506,747	12,588,657	12,742,283	12,518,476	12,590,703	12,742,283	12,506,747	12,560,000	21,493,681	58.4%
							21.5%		
Servicing Carrier Fee Ratio							21.5%		
Total Written Premium							21,493,681		
Total Servicing Carrier Fees Paid to Date							4,610,666		
All Other Expenses							627,210		
Total Expenses							5,237,876		
Expense Ratio							24.4%		
Combined Ratio							82.8%		
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees							3,695,805		
							21.5%		
Servicing Carrier Fee Ratio							21.5%		
Total Written Premium							21,493,681		
Total Servicing Carrier Fees Paid to Date							4,610,666		
All Other Expenses							627,210		
Total Expenses							5,237,876		
Investment Income							27,528		
Collected Premium							20,290,212		
Uncollected Premium*							1,203,469		
Expense Ratio							24.4%		
Combined Ratio							82.8%		
Operating Ratio							82.7%		
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium							2,519,864		
Distributed Surplus							(1,440,387)		
Projected Remaining Surplus							1,079,477		

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Selected</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2008	12,560,000	12,634,000	11,366,206	12,036,982	670,776	523,018	1,193,794



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2008	12,506,747	12,497,645	11,366,206	12,036,982	670,776	469,765	1,140,541



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2008	12,742,283	12,939,392	11,366,206	12,036,982	670,776	705,301	1,376,077

Tennessee Workers Compensation Insurance Plan
Policy Year 2008 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15

MEDICAL								
(1)	(2)	<u>Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(3) <u>Case Res.</u>	(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
5,698,985	6,290,169	591,184	1.160	1.080	2.155	6,610,711	6,792,223	6,972,945
INDEMNITY								
(10)	(11)	<u>Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(12) <u>Case Res.</u>	(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
4,989,076	4,989,076	0	1.040	1.009	1.283	5,190,511	5,032,154	4,989,076
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19)	(20)	<u>Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(21) <u>Case Res.</u>	(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
678,145	757,737	79,592	1.040	1.009	1.283	705,525	764,279	780,262
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28)	(29)	<u>Implied Loss Development Factors</u>				<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	(30) <u>Case Res.</u>	(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
11,366,206	12,036,982	670,776	1.100	1.046	2.051	12,506,747	12,588,657	12,742,283

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2008	12,506,747	11,366,206	1.100	21,493,681	0.582	0.588	12,635,358	0.091	12,518,476

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2008	12,588,657	12,036,982	1.046	21,493,681	0.586	0.588	12,635,358	0.044	12,590,703



Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15

Exhibit 1

POLICY YEAR 2009 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	Earned	Maximum	Minimum
<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Pd. B/F</u>	<u>Inc'd. B/F</u>	<u>Maximum</u>	<u>Minimum</u>	<u>Premium</u>	<u>Loss Ratio</u>	<u>Loss Ratio</u>
15,268,522	18,539,484	22,335,932	15,634,523	18,524,909	22,335,932	15,268,522	21,408,805	104.3%	71.3%
Servicing Carrier Fee Ratio					21.8%	21.8%			
Total Written Premium					21,408,805	21,408,805			
Total Servicing Carrier Fees Paid to Date					4,657,259	4,657,259			
All Other Expenses					958,112	958,112			
Total Expenses					5,615,372	5,615,372			
Expense Ratio					26.2%	26.2%			
Combined Ratio					130.6%	97.5%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					(6,542,498)	524,912			
Servicing Carrier Fee Ratio					21.8%	21.8%			
Total Written Premium					21,408,805	21,408,805			
Total Servicing Carrier Fees Paid to Date					4,657,259	4,657,259			
All Other Expenses					958,112	958,112			
Total Expenses					5,615,372	5,615,372			
Investment Income					6,218	6,218			
Collected Premium					20,536,331	20,536,331			
Uncollected Premium*					872,474	872,474			
Expense Ratio					26.2%	26.2%			
Combined Ratio					130.6%	97.5%			
Operating Ratio					130.5%	97.5%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					(7,408,754)	(341,345)			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2009 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
15,268,522	18,539,484	22,335,932	15,634,523	18,524,909	22,335,932	15,268,522	18,212,000	21,408,805	85.1%

Servicing Carrier Fee Ratio	21.8%
Total Written Premium	21,408,805
Total Servicing Carrier Fees Paid to Date	4,657,259
All Other Expenses	958,112
Total Expenses	5,615,372
Expense Ratio	26.2%
Combined Ratio	111.3%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	(2,418,567)

Servicing Carrier Fee Ratio	21.8%
Total Written Premium	21,408,805
Total Servicing Carrier Fees Paid to Date	4,657,259
All Other Expenses	958,112
Total Expenses	5,615,372
Investment Income	6,218
Collected Premium	20,536,331
Uncollected Premium*	872,474
Expense Ratio	26.2%
Combined Ratio	111.3%
Operating Ratio	111.3%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	(3,284,823)

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Selected Ultimate</u>	<u>Prior Ultimate</u>	<u>Paid to Date</u>	<u>Case Incurred</u>	<u>Case Reserve</u>	<u>IBNR Reserve</u>	<u>Total Reserve</u>
Policy Year 2009	18,212,000	18,322,000	13,440,597	17,275,502	3,834,905	936,498	4,771,403



Tennessee Workers Compensation Insurance Plan

Exhibit 2

**Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15**

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2009	15,268,522	15,261,676	13,440,597	17,275,502	3,834,905	(2,006,980)	1,827,925



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2009	22,335,932	23,867,463	13,440,597	17,275,502	3,834,905	5,060,429	8,895,334

**Tennessee Workers Compensation Insurance Plan
Policy Year 2008 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1) <u>Paid to Date</u>	(2) <u>Incurred to Date</u>	(3) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
7,723,100	11,001,657	3,278,556	1.189	1.104	2.471	9,178,909	12,148,693	15,824,262
INDEMNITY								
(10) <u>Paid to Date</u>	(11) <u>Incurred to Date</u>	(12) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
4,872,138	5,077,043	204,905	1.065	1.019	1.427	5,189,235	5,171,680	5,164,634
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19) <u>Paid to Date</u>	(20) <u>Incurred to Date</u>	(21) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
845,359	1,196,802	351,444	1.065	1.019	1.427	900,378	1,219,111	1,347,035
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28) <u>Paid to Date</u>	(29) <u>Incurred to Date</u>	(30) <u>Case Res.</u>	Implied Loss Development Factors			Ultimates based on:		
			(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
13,440,597	17,275,502	3,834,905	1.136	1.073	2.320	15,268,522	18,539,484	22,335,932

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2009	15,268,522	13,440,597	1.136	21,408,805	0.713	0.856	18,325,705	0.120	15,634,523

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2009	18,539,484	17,275,502	1.073	21,408,805	0.866	0.856	18,325,705	0.068	18,524,909



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2010 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
20,092,856	27,848,162	40,048,806	21,272,589	27,850,522	40,048,806	20,092,856	23,078,394	173.5%	87.1%
Servicing Carrier Fee Ratio					21.7%	21.7%			
Total Written Premium					23,078,394	23,078,394			
Total Servicing Carrier Fees Paid to Date					5,001,567	5,001,567			
All Other Expenses					1,462,267	1,462,267			
Total Expenses					6,463,834	6,463,834			
Expense Ratio					28.0%	28.0%			
Combined Ratio					201.5%	115.1%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					(23,434,246)	(3,478,296)			
Servicing Carrier Fee Ratio					21.7%	21.7%			
Total Written Premium					23,078,394	23,078,394			
Total Servicing Carrier Fees Paid to Date					5,001,567	5,001,567			
All Other Expenses					1,462,267	1,462,267			
Total Expenses					6,463,834	6,463,834			
Investment Income					1,281	1,281			
Collected Premium					21,996,031	21,996,031			
Uncollected Premium*					1,082,363	1,082,363			
Expense Ratio					28.0%	28.0%			
Combined Ratio					201.5%	115.1%			
Operating Ratio					201.5%	115.1%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					(24,515,329)	(4,559,379)			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2010 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
20,092,856	27,848,162	40,048,806	21,272,589	27,850,522	40,048,806	20,092,856	27,616,000	23,078,394	119.7%

Servicing Carrier Fee Ratio	21.7%
Total Written Premium	23,078,394
Total Servicing Carrier Fees Paid to Date	5,001,567
All Other Expenses	1,462,267
Total Expenses	6,463,834
Expense Ratio	28.0%
Combined Ratio	147.7%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	(11,001,440)
Servicing Carrier Fee Ratio	21.7%
Total Written Premium	23,078,394
Total Servicing Carrier Fees Paid to Date	5,001,567
All Other Expenses	1,462,267
Total Expenses	6,463,834
Investment Income	1,281
Collected Premium	21,996,031
Uncollected Premium*	1,082,363
Expense Ratio	28.0%
Combined Ratio	147.7%
Operating Ratio	147.7%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	(12,082,523)

*Uncollected Premium = Written Premium - Collected Premium



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities - Servicing Carrier Totals
as of 06/30/15

Exhibit 2

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Selected</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2010	27,616,000	27,891,000	17,045,812	25,122,523	8,076,712	2,493,477	10,570,188



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2010	20,092,856	21,801,240	17,045,812	25,122,523	8,076,712	(5,029,668)	3,047,044



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2010	40,048,806	37,950,915	17,045,812	25,122,523	8,076,712	14,926,283	23,002,994

**Tennessee Workers Compensation Insurance Plan
Policy Year 2010 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1)	(2)	(3)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(4)	(5)	(6)	(7)	(8)	(9)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
10,855,560	17,371,486	6,515,926	1.227	1.146	3.194	13,319,825	19,900,572	31,668,208
INDEMNITY								
(10)	(11)	(12)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(13)	(14)	(15)	(16)	(17)	(18)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
5,188,890	5,993,010	804,120	1.094	1.025	1.403	5,677,397	6,144,983	6,317,361
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19)	(20)	(21)	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(22)	(23)	(24)	(25)	(26)	(27)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
1,001,361	1,758,027	756,666	1.094	1.025	1.403	1,095,634	1,802,608	2,063,237
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28)	(29)	(30)	<u>Implied Loss Development Factors</u>			<u>Ultimates based on:</u>		
<u>Paid to Date</u>	<u>Incurred to Date</u>	<u>Case Res.</u>	(31)	(32)	(33)	(34)	(35)	(36)
			<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>
17,045,812	25,122,523	8,076,712	1.179	1.108	2.848	20,092,856	27,848,162	40,048,806

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2010	20,092,856	17,045,812	1.179	23,078,394	0.871	1.208	27,872,269	0.152	21,272,589

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2010	27,848,162	25,122,523	1.108	23,078,394	1.207	1.208	27,872,269	0.098	27,850,522



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2011 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
16,998,550	19,597,342	23,328,544	17,404,068	19,560,860	23,328,544	16,998,550	29,359,366	79.5%	57.9%
Servicing Carrier Fee Ratio					21.3%	21.3%			
Total Written Premium					29,359,366	29,359,366			
Total Servicing Carrier Fees Paid to Date					6,258,959	6,258,959			
All Other Expenses					935,540	935,540			
Total Expenses					7,194,500	7,194,500			
Expense Ratio					24.5%	24.5%			
Combined Ratio					104.0%	82.4%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					(1,163,678)	5,166,316			
Servicing Carrier Fee Ratio					21.3%	21.3%			
Total Written Premium					29,359,366	29,359,366			
Total Servicing Carrier Fees Paid to Date					6,258,959	6,258,959			
All Other Expenses					935,540	935,540			
Total Expenses					7,194,500	7,194,500			
Investment Income					3,259	3,259			
Collected Premium					27,540,252	27,540,252			
Uncollected Premium*					1,819,114	1,819,114			
Expense Ratio					24.5%	24.5%			
Combined Ratio					104.0%	82.4%			
Operating Ratio					104.0%	82.4%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					(2,979,533)	3,350,462			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2011 AGGREGATE LALAE PROJECTIONS

Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
16,998,550	19,597,342	23,328,544	17,404,068	19,560,860	23,328,544	16,998,550	19,208,000	29,359,366	65.4%

Servicing Carrier Fee Ratio	21.3%
Total Written Premium	29,359,366
Total Servicing Carrier Fees Paid to Date	6,258,959
All Other Expenses	935,540
Total Expenses	7,194,500
Expense Ratio	24.5%
Combined Ratio	89.9%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	2,956,866

Servicing Carrier Fee Ratio	21.3%
Total Written Premium	29,359,366
Total Servicing Carrier Fees Paid to Date	6,258,959
All Other Expenses	935,540
Total Expenses	7,194,500
Investment Income	3,259
Collected Premium	27,540,252
Uncollected Premium*	1,819,114
Expense Ratio	24.5%
Combined Ratio	89.9%
Operating Ratio	89.9%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	1,141,012

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities - Servicing Carrier Totals
as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) <u>Selected Ultimate</u>	(2) <u>Prior Ultimate</u>	(3) <u>Paid to Date</u>	(4) <u>Case Incurred</u>	(5) <u>Case Reserve</u>	(6) <u>IBNR Reserve</u>	(7) <u>Total Reserve</u>
Policy Year 2011	19,208,000	19,254,000	13,931,262	17,563,070	3,631,808	1,644,930	5,276,738



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2011	16,998,550	16,769,490	13,931,262	17,563,070	3,631,808	(564,520)	3,067,287



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Maximum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2011	23,328,544	23,819,676	13,931,262	17,563,070	3,631,808	5,765,474	9,397,282

**Tennessee Workers Compensation Insurance Plan
Policy Year 2011 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1) <u>Paid to Date</u>	(2) <u>Incurred to Date</u>	(3) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
7,743,981	10,255,058	2,511,078	1.276	1.172	3.133	9,878,115	12,023,518	15,610,626
INDEMNITY								
(10) <u>Paid to Date</u>	(11) <u>Incurred to Date</u>	(12) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
5,073,136	5,816,619	743,483	1.151	1.036	1.366	5,838,256	6,028,185	6,088,548
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19) <u>Paid to Date</u>	(20) <u>Incurred to Date</u>	(21) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
1,114,145	1,491,393	377,248	1.151	1.036	1.366	1,282,178	1,545,639	1,629,371
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28) <u>Paid to Date</u>	(29) <u>Incurred to Date</u>	(30) <u>Case Res.</u>	Implied Loss Development Factors			Ultimates based on:		
			(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
13,931,262	17,563,070	3,631,808	1.220	1.116	2.587	16,998,550	19,597,342	23,328,544



**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2011	16,998,550	13,931,262	1.220	29,359,366	0.579	0.656	19,245,888	0.180	17,404,068

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2011	19,597,342	17,563,070	1.116	29,359,366	0.667	0.656	19,245,888	0.104	19,560,860



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2012 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Earned Premium</u>	<u>Maximum Loss Ratio</u>	<u>Minimum Loss Ratio</u>
19,608,526	20,333,658	20,976,891	19,601,790	20,254,785	20,976,891	19,601,790	40,161,830	52.2%	48.8%
Servicing Carrier Fee Ratio					21.4%	21.4%			
Total Written Premium					40,161,830	40,161,830			
Total Servicing Carrier Fees Paid to Date					8,603,270	8,603,270			
All Other Expenses					1,077,850	1,077,850			
Total Expenses					9,681,120	9,681,120			
Expense Ratio					24.1%	24.1%			
Combined Ratio					76.3%	72.9%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					9,503,820	10,878,921			
Servicing Carrier Fee Ratio					21.4%	21.4%			
Total Written Premium					40,161,830	40,161,830			
Total Servicing Carrier Fees Paid to Date					8,603,270	8,603,270			
All Other Expenses					1,077,850	1,077,850			
Total Expenses					9,681,120	9,681,120			
Investment Income					3,448	3,448			
Collected Premium					38,277,826	38,277,826			
Uncollected Premium*					1,884,005	1,884,005			
Expense Ratio					24.1%	24.1%			
Combined Ratio					76.3%	72.9%			
Operating Ratio					76.3%	72.9%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					7,623,263	8,998,365			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2012 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	Selected Ultimate	Earned Premium	Loss Ratio
<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Pd. B/F</u>	<u>Inc'd. B/F</u>	<u>Maximum</u>	<u>Minimum</u>			
19,608,526	20,333,658	20,976,891	19,601,790	20,254,785	20,976,891	19,601,790	20,784,000	40,161,830	51.8%

Servicing Carrier Fee Ratio	21.4%
Total Written Premium	40,161,830
Total Servicing Carrier Fees Paid to Date	8,603,270
All Other Expenses	1,077,850
Total Expenses	9,681,120
Expense Ratio	24.1%
Combined Ratio	75.9%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	9,696,710

Servicing Carrier Fee Ratio	21.4%
Total Written Premium	40,161,830
Total Servicing Carrier Fees Paid to Date	8,603,270
All Other Expenses	1,077,850
Total Expenses	9,681,120
Investment Income	3,448
Collected Premium	38,277,826
Uncollected Premium*	1,884,005
Expense Ratio	24.1%
Combined Ratio	75.9%
Operating Ratio	75.8%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	7,816,154

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities - Servicing Carrier Totals
as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) <u>Selected Ultimate</u>	(2) <u>Prior Ultimate</u>	(3) <u>Paid to Date</u>	(4) <u>Case Incurred</u>	(5) <u>Case Reserve</u>	(6) <u>IBNR Reserve</u>	(7) <u>Total Reserve</u>
Policy Year 2012	20,784,000	19,573,000	14,843,996	18,203,413	3,359,417	2,580,587	5,940,004



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2012	19,601,790	19,437,577	14,843,996	18,203,413	3,359,417	1,398,377	4,757,794



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2012	20,976,891	19,747,207	14,843,996	18,203,413	3,359,417	2,773,478	6,132,895

**Tennessee Workers Compensation Insurance Plan
Policy Year 2012 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1) <u>Paid to Date</u>	(2) <u>Incurred to Date</u>	(3) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
8,111,898	9,618,970	1,507,071	1.333	1.178	2.540	10,809,851	11,333,975	11,939,610
INDEMNITY								
(10) <u>Paid to Date</u>	(11) <u>Incurred to Date</u>	(12) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
5,446,654	6,885,131	1,438,477	1.307	1.048	1.244	7,118,634	7,218,173	7,236,791
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19) <u>Paid to Date</u>	(20) <u>Incurred to Date</u>	(21) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
1,285,443	1,699,312	413,869	1.307	1.048	1.244	1,680,040	1,781,510	1,800,490
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28) <u>Paid to Date</u>	(29) <u>Incurred to Date</u>	(30) <u>Case Res.</u>	Implied Loss Development Factors			Ultimates based on:		
			(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
14,843,996	18,203,413	3,359,417	1.321	1.117	1.826	19,608,526	20,333,658	20,976,891

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2012	19,608,526	14,843,996	1.321	40,161,830	0.488	0.488	19,580,804	0.243	19,601,790

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2012	20,333,658	18,203,413	1.117	40,161,830	0.506	0.488	19,580,804	0.105	20,254,785



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2013 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	Earned	Maximum	Minimum
<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Pd. B/F</u>	<u>Inc'd. B/F</u>	<u>Maximum</u>	<u>Minimum</u>	<u>Premium</u>	<u>Loss Ratio</u>	<u>Loss Ratio</u>
24,127,000	23,970,487	24,232,875	24,247,517	24,032,276	24,247,517	23,970,487	46,818,951	51.8%	51.2%
Servicing Carrier Fee Ratio					21.8%	21.8%			
Total Written Premium					46,818,951	46,818,951			
Total Servicing Carrier Fees Paid to Date					10,189,111	10,189,111			
All Other Expenses					1,027,918	1,027,918			
Total Expenses					11,217,028	11,217,028			
Expense Ratio					24.0%	24.0%			
Combined Ratio					75.7%	75.2%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					11,354,406	11,631,436			
Servicing Carrier Fee Ratio					21.8%	21.8%			
Total Written Premium					46,818,951	46,818,951			
Total Servicing Carrier Fees Paid to Date					10,189,111	10,189,111			
All Other Expenses					1,027,918	1,027,918			
Total Expenses					11,217,028	11,217,028			
Investment Income					(1,875)	(1,875)			
Collected Premium					45,310,375	45,310,375			
Uncollected Premium*					1,508,576	1,508,576			
Expense Ratio					24.0%	24.0%			
Combined Ratio					75.7%	75.2%			
Operating Ratio					75.8%	75.2%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					9,843,955	10,120,985			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2013 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
24,127,000	23,970,487	24,232,875	24,247,517	24,032,276	24,247,517	23,970,487	24,121,000	46,818,951	51.5%

Servicing Carrier Fee Ratio	21.8%
Total Written Premium	46,818,951
Total Servicing Carrier Fees Paid to Date	10,189,111
All Other Expenses	1,027,918
Total Expenses	11,217,028
Expense Ratio	24.0%
Combined Ratio	75.5%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	11,480,923

Servicing Carrier Fee Ratio	21.8%
Total Written Premium	46,818,951
Total Servicing Carrier Fees Paid to Date	10,189,111
All Other Expenses	1,027,918
Total Expenses	11,217,028
Investment Income	(1,875)
Collected Premium	45,310,375
Uncollected Premium*	1,508,576
Expense Ratio	24.0%
Combined Ratio	75.5%
Operating Ratio	75.5%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	9,970,472

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) <u>Selected Ultimate</u>	(2) <u>Prior Ultimate</u>	(3) <u>Paid to Date</u>	(4) <u>Case Incurred</u>	(5) <u>Case Reserve</u>	(6) <u>IBNR Reserve</u>	(7) <u>Total Reserve</u>
Policy Year 2013	24,121,000	24,497,000	14,775,738	20,802,053	6,026,315	3,318,947	9,345,262



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2013	23,970,487	24,352,602	14,775,738	20,802,053	6,026,315	3,168,434	9,194,749



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2013	24,247,517	24,981,980	14,775,738	20,802,053	6,026,315	3,445,464	9,471,779

**Tennessee Workers Compensation Insurance Plan
Policy Year 2013 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1) <u>Paid to Date</u>	(2) <u>Incurred to Date</u>	(3) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
8,811,946	11,322,081	2,510,136	1,464	1,187	1,987	12,899,652	13,437,100	13,799,445
INDEMNITY								
(10) <u>Paid to Date</u>	(11) <u>Incurred to Date</u>	(12) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
4,736,603	7,611,885	2,875,282	1,883	1,111	1,271	8,917,059	8,457,719	8,391,557
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19) <u>Paid to Date</u>	(20) <u>Incurred to Date</u>	(21) <u>Case Res.</u>	Loss Development Factors			Ultimates based on:		
			(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
1,227,189	1,868,086	640,897	1,883	1,111	1,271	2,310,289	2,075,668	2,041,874
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28) <u>Paid to Date</u>	(29) <u>Incurred to Date</u>	(30) <u>Case Res.</u>	Implied Loss Development Factors			Ultimates based on:		
			(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
14,775,738	20,802,053	6,026,315	1,633	1,152	1,569	24,127,000	23,970,487	24,232,875

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2013	24,127,000	14,775,738	1.633	46,818,951	0.515	0.522	24,437,943	0.388	24,247,517

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2013	23,970,487	20,802,053	1.152	46,818,951	0.512	0.522	24,437,943	0.132	24,032,276



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2014 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	Earned	Maximum	Minimum
<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Pd. B/F</u>	<u>Inc'd. B/F</u>	<u>Maximum</u>	<u>Minimum</u>	<u>Premium</u>	<u>Loss Ratio</u>	<u>Loss Ratio</u>
24,769,603	27,927,261	28,984,625	25,416,680	27,451,885	28,984,625	24,769,603	37,523,715	77.2%	66.0%
Servicing Carrier Fee Ratio					20.5%	20.5%			
Total Written Premium					42,157,313	42,157,313			
Total Servicing Carrier Fees Paid to Date					8,662,940	8,662,940			
All Other Expenses					872,859	872,859			
Total Expenses					9,535,799	9,535,799			
Expense Ratio					22.6%	22.6%			
Combined Ratio					99.9%	88.6%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					(996,709)	3,218,312			
Servicing Carrier Fee Ratio					20.5%	20.5%			
Total Written Premium					42,157,313	42,157,313			
Total Servicing Carrier Fees Paid to Date					8,662,940	8,662,940			
All Other Expenses					872,859	872,859			
Total Expenses					9,535,799	9,535,799			
Investment Income					(8,445)	(8,445)			
Collected Premium					38,606,494	38,606,494			
Uncollected Premium*					3,550,820	3,550,820			
Expense Ratio					22.6%	22.6%			
Combined Ratio					99.9%	88.6%			
Operating Ratio					99.9%	88.7%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					(4,165,696)	49,326			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2014 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
24,769,603	27,927,261	28,984,625	25,416,680	27,451,885	28,984,625	24,769,603	27,445,000	37,523,715	73.1%

Servicing Carrier Fee Ratio	20.5%
Total Written Premium	42,157,313
Total Servicing Carrier Fees Paid to Date	8,662,940
All Other Expenses	872,859
Total Expenses	9,535,799
Expense Ratio	22.6%
Combined Ratio	95.8%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	542,916

Servicing Carrier Fee Ratio	20.5%
Total Written Premium	42,157,313
Total Servicing Carrier Fees Paid to Date	8,662,940
All Other Expenses	872,859
Total Expenses	9,535,799
Investment Income	(8,445)
Collected Premium	38,606,494
Uncollected Premium*	3,550,820
Expense Ratio	22.6%
Combined Ratio	95.8%
Operating Ratio	95.8%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	(2,626,071)

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities - Servicing Carrier Totals
as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) <u>Selected Ultimate</u>	(2) <u>Prior Ultimate</u>	(3) <u>Paid to Date</u>	(4) <u>Case Incurred</u>	(5) <u>Case Reserve</u>	(6) <u>IBNR Reserve</u>	(7) <u>Total Reserve</u>
Policy Year 2014	27,445,000	23,036,000	8,583,565	21,802,063	13,218,498	5,642,937	18,861,435



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2014	24,769,603	21,428,986	8,583,565	21,802,063	13,218,498	2,967,540	16,186,038



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Maximum Ultimate	Prior Ultimate	Paid to Date	Case Incurred	Case Reserve	IBNR Reserve	Total Reserve
Policy Year 2014	28,984,625	24,325,809	8,583,565	21,802,063	13,218,498	7,182,562	20,401,060

**Tennessee Workers Compensation Insurance Plan
Policy Year 2014 Aggregate Projections - Servicing Carrier Totals
as of 06/30/15**

MEDICAL								
(1) <u>Paid to Date</u>	(2) <u>Incurred to Date</u>	(3) <u>Case Res.</u>	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(4) <u>Paid</u>	(5) <u>Incurred</u>	(6) <u>Case Res.</u>	(7) <u>Paid</u>	(8) <u>Incurred</u>	(9) <u>Case Res.</u>
6,062,983	14,180,993	8,118,009	2,198	1,253	1,589	13,325,743	17,770,565	18,961,448
INDEMNITY								
(10) <u>Paid to Date</u>	(11) <u>Incurred to Date</u>	(12) <u>Case Res.</u>	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(13) <u>Paid</u>	(14) <u>Incurred</u>	(15) <u>Case Res.</u>	(16) <u>Paid</u>	(17) <u>Incurred</u>	(18) <u>Case Res.</u>
2,080,842	5,600,453	3,519,611	4,540	1,333	1,471	9,447,369	7,463,794	7,258,035
ALLOCATED LOSS ADJUSTMENT EXPENSE								
(19) <u>Paid to Date</u>	(20) <u>Incurred to Date</u>	(21) <u>Case Res.</u>	<u>Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(22) <u>Paid</u>	(23) <u>Incurred</u>	(24) <u>Case Res.</u>	(25) <u>Paid</u>	(26) <u>Incurred</u>	(27) <u>Case Res.</u>
439,740	2,020,618	1,580,878	4,540	1,333	1,471	1,996,491	2,692,902	2,765,142
TOTAL LOSS AND ALLOCATED LOSS ADJUSTMENT EXPENSE								
(28) <u>Paid to Date</u>	(29) <u>Incurred to Date</u>	(30) <u>Case Res.</u>	<u>Implied Loss Development Factors</u>			<u>Ultimates based on:</u>		
			(31) <u>Paid</u>	(32) <u>Incurred</u>	(33) <u>Case Res.</u>	(34) <u>Paid</u>	(35) <u>Incurred</u>	(36) <u>Case Res.</u>
8,583,565	21,802,063	13,218,498	2,886	1,281	1,543	24,769,603	27,927,261	28,984,625

**Tennessee Workers Compensation Insurance Plan
Paid & Incurred Bornhuetter-Ferguson Methods - Servicing Carrier Totals
as of 06/30/15**

PAID LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(1) <u>Paid Ultimate</u>	(2) <u>Paid to Date</u>	(3) <u>Implied Pd. LDF</u>	(4) <u>Exposure: Earned P.</u>	(5) <u>Ultimate Loss Rate</u>	(6) <u>Expected Loss Ratio</u>	(7) <u>Expected Ult. Loss</u>	(8) <u>Reserve Factor</u>	(9) <u>Projected Ult. Loss</u>
Policy Year 2014	24,769,603	8,583,565	2.886	37,523,715	0.660	0.686	25,759,829	0.653	25,416,680

INCURRED LALAE - BORNHUETTER-FERGUSON METHOD									
<u>Policy Effective Period</u>	(11) <u>Incurred Ultimate</u>	(12) <u>Incurred to Date</u>	(13) <u>Implied Inc'd. LDF</u>	(14) <u>Exposure: Earned P.</u>	(15) <u>Ultimate Loss Rate</u>	(16) <u>Expected Loss Ratio</u>	(17) <u>Expected Ult. Loss</u>	(18) <u>IBNR Factor</u>	(19) <u>Projected Ult. Loss</u>
Policy Year 2014	27,927,261	21,802,063	1.281	37,523,715	0.744	0.686	25,759,829	0.219	27,451,885



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2015 AGGREGATE LALAE PROJECTIONS									
Ultimates based on:							(8)	(9)	(10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	Earned	Maximum	Minimum
<u>Paid</u>	<u>Incurred</u>	<u>Case Res.</u>	<u>Pd. B/F</u>	<u>Inc'd. B/F</u>	<u>Maximum</u>	<u>Minimum</u>	<u>Premium</u>	<u>Loss Ratio</u>	<u>Loss Ratio</u>
N/A	N/A	N/A	N/A	N/A	3,200,124	4,517,822	5,565,668	57.5%	81.2%
Servicing Carrier Fee Ratio					12.5%	12.5%			
Total Written Premium					22,508,610	22,508,610			
Total Servicing Carrier Fees Paid to Date					2,803,084	2,803,084			
All Other Expenses					518,785	518,785			
Total Expenses					3,321,869	3,321,869			
Expense Ratio					14.8%	14.8%			
Combined Ratio					72.3%	95.9%			
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees					(956,325)	(2,274,023)			
Servicing Carrier Fee Ratio					12.5%	12.5%			
Total Written Premium					22,508,610	22,508,610			
Total Servicing Carrier Fees Paid to Date					2,803,084	2,803,084			
All Other Expenses					518,785	518,785			
Total Expenses					3,321,869	3,321,869			
Investment Income					(6,408)	(6,408)			
Collected Premium					12,486,903	12,486,903			
Uncollected Premium*					10,021,707	10,021,707			
Expense Ratio					14.8%	14.8%			
Combined Ratio					72.3%	95.9%			
Operating Ratio					72.4%	96.0%			
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium					(3,440,784)	(4,758,482)			

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
Summary - Servicing Carrier Totals
as of 06/30/15**

Exhibit 1

POLICY YEAR 2015 AGGREGATE LALAE PROJECTIONS

Ultimates based on:							(8)	(9)	(10)
(1) <u>Paid</u>	(2) <u>Incurred</u>	(3) <u>Case Res.</u>	(4) <u>Pd. B/F</u>	(5) <u>Inc'd. B/F</u>	(6) <u>Maximum</u>	(7) <u>Minimum</u>	<u>Selected Ultimate</u>	<u>Earned Premium</u>	<u>Loss Ratio</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A	3,764,851	5,565,668	67.6%

Servicing Carrier Fee Ratio	12.5%
Total Written Premium	22,508,610
Total Servicing Carrier Fees Paid to Date	2,803,084
All Other Expenses	518,785
Total Expenses	3,321,869
Expense Ratio	14.8%
Combined Ratio	82.4%
Surplus/(Deficit) of Earned Premium to Ultimate LALAE & Fees	(1,521,052)

Servicing Carrier Fee Ratio	12.5%
Total Written Premium	22,508,610
Total Servicing Carrier Fees Paid to Date	2,803,084
All Other Expenses	518,785
Total Expenses	3,321,869
Investment Income	(6,408)
Collected Premium	12,486,903
Uncollected Premium*	10,021,707
Expense Ratio	14.8%
Combined Ratio	82.4%
Operating Ratio	82.5%
Surplus/(Deficit) of Earned Premium +Inv. Income to Ultimate LALAE & Fees, and Uncollected Premium	(4,005,512)

*Uncollected Premium = Written Premium - Collected Premium



**Tennessee Workers Compensation Insurance Plan
 Summary of Indicated Liabilities - Servicing Carrier Totals
 as of 06/30/15**

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) <u>Selected Ultimate</u>	(2) <u>Prior Ultimate</u>	(3) <u>Paid to Date</u>	(4) <u>Case Incurred</u>	(5) <u>Case Reserve</u>	(6) <u>IBNR Reserve</u>	(7) <u>Total Reserve</u>
Policy Year 2015	3,764,851	N/A	403,607	2,540,035	2,136,428	1,224,816	3,361,244



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Minimum Projections - Servicing Carrier Totals
as of 06/30/15

	TOTAL LALAE RESERVES						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<u>Minimum</u>	<u>Prior</u>	<u>Paid</u>	<u>Case</u>	<u>Case</u>	<u>IBNR</u>	<u>Total</u>
	<u>Ultimate</u>	<u>Ultimate</u>	<u>to Date</u>	<u>Incurred</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>
Policy Year 2015	3,200,124	N/A	403,607	2,540,035	2,136,428	660,089	2,796,516



Tennessee Workers Compensation Insurance Plan
Summary of Indicated Liabilities Based on Maximum Projections - Servicing Carrier Totals
as of 06/30/15

Exhibit 2

	TOTAL LALAE RESERVES						
	(1) Maximum <u>Ultimate</u>	(2) Prior <u>Ultimate</u>	(3) Paid <u>to Date</u>	(4) Case <u>Incurred</u>	(5) Case <u>Reserve</u>	(6) IBNR <u>Reserve</u>	(7) Total <u>Reserve</u>
Policy Year 2015	4,517,822	N/A	403,607	2,540,035	2,136,428	1,977,787	4,114,214



Exhibit 3

Analysis of Policy Year 2007-2014 Loss Ratios

Policy Year	Earned Premium	Ultimate Loss & ALAE	Trended Ultimate Loss & ALAE	Trended Earned Premium	Trended Loss & ALAE Ratio
2007	29,334,321	17,681,000	22,621,183	26,443,393	85.5%
2008	21,493,681	12,560,000	15,353,373	21,064,188	72.9%
2009	21,408,805	18,212,000	22,041,860	23,194,329	95.0%
2010	23,078,394	27,616,000	33,063,779	25,214,924	131.1%
2011	29,359,366	19,208,000	21,774,768	31,970,163	68.1%
2012	40,161,830	20,784,000	22,770,215	43,007,009	52.9%
2013	46,818,951	24,121,000	26,013,085	49,093,229	53.0%
2014	37,523,715	27,445,000	27,421,855	38,424,284	71.4%
Total	249,179,063	167,627,000	191,060,118	258,411,518	73.9%
Average Last 4					61.4%
Truncated Average					74.3%
Selected					67.6%



Tennessee Workers Compensation Insurance Plan
 Servicing Carrier Totals
 Unlimited Incurred Indemnity Losses and ALAE

Incurred Losses by Age of Development																																			
Policy Period	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180	186	192	198	204	210	
11/06-99	3,266,251	5,621,907	7,794,636	7,962,115	8,278,658	8,968,935	8,970,308	8,711,994	8,228,317	8,379,189	8,483,083	8,439,000	8,524,793	8,550,337	8,536,388	8,541,429	8,572,152	8,544,249	8,576,014	8,621,476	8,609,991	8,591,093	8,578,333	8,512,832	8,526,072	8,517,978	8,526,389	8,516,603	8,517,001	8,514,084	8,488,273	8,488,539	8,484,563	8,488,878	
11/99-00	1,928,249	3,476,976	4,558,499	4,630,797	4,496,784	4,675,323	4,592,771	5,044,487	5,157,519	5,223,587	5,157,531	5,361,669	5,463,943	5,440,634	5,441,267	5,445,251	5,445,243	5,446,801	5,446,783	5,445,777	5,451,279	5,431,773	5,436,929	5,466,443	5,533,569	5,536,128	5,499,123	5,489,455	5,499,295	5,499,295	5,499,295	5,499,302	5,499,302		
11/00-01	3,898,068	7,346,174	9,880,217	11,367,573	12,052,249	12,161,883	12,113,776	11,989,704	11,783,471	11,666,402	11,616,440	11,716,765	11,842,914	11,956,651	11,968,638	12,019,278	11,962,625	11,957,325	11,945,629	11,955,044	11,968,496	11,971,671	11,942,307	11,942,832	11,948,128	11,949,260	11,946,274	11,947,314	11,949,242	11,939,202	11,939,202	11,939,202	11,939,202		
11/01-02	4,321,163	9,142,208	12,542,721	13,985,084	14,844,121	14,255,651	14,432,755	14,196,103	13,948,480	13,979,308	13,818,207	13,893,913	13,801,764	13,811,800	13,848,728	13,819,911	13,823,784	13,827,353	13,827,110	13,838,148	13,862,786	13,862,788	13,845,910	13,868,560	13,895,366	13,943,127	13,943,127	13,943,127	13,943,127	13,943,127	13,943,127	13,943,127	13,943,127		
11/02-03	8,266,784	16,807,186	19,182,513	20,087,464	20,357,499	20,698,005	20,940,640	21,187,530	21,232,046	21,249,822	21,366,345	21,400,774	21,462,683	21,393,895	21,471,737	21,484,426	21,512,276	21,529,603	21,542,234	21,558,960	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	21,546,693	
11/03-04	10,116,289	15,441,847	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	17,603,824	
11/04-05	6,641,782	13,079,647	15,288,848	16,851,595	17,080,325	17,018,835	18,141,382	18,108,181	17,838,888	18,025,652	17,912,346	17,808,300	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	17,896,924	
11/05-06	4,651,278	9,228,052	11,330,819	12,023,354	12,677,219	13,404,117	13,548,163	13,533,317	13,501,389	13,606,052	13,408,226	13,663,732	13,967,101	14,022,337	14,043,394	14,191,065	14,199,644	14,293,880	14,315,324	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737	14,359,737
11/06-07	2,843,271	5,686,226	7,889,201	9,156,303	9,429,014	10,101,116	10,247,845	10,351,086	10,392,279	10,411,344	10,408,906	10,637,261	10,691,987	10,671,882	10,844,657	10,779,824	10,506,269	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326	10,707,326
11/07-08	2,124,831	5,200,739	6,453,189	7,113,089	7,134,767	7,580,227	7,481,109	7,601,453	7,616,446	7,921,995	7,905,676	7,929,969	8,035,615	8,030,294	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	8,043,980	
11/08-09	1,939,985	4,423,325	5,866,663	6,290,761	6,256,666	6,091,413	5,829,800	5,827,223	5,979,966	5,950,649	5,983,841	5,970,766	5,797,959	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	5,746,813	
11/09-10	1,796,563	4,861,013	5,573,651	5,844,516	5,898,014	5,896,389	6,026,407	6,139,962	6,199,034	6,193,541	6,230,849	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	6,273,846	
11/10-11	3,941,047	4,747,065	5,748,798	6,880,100	6,722,820	6,716,841	6,626,680	6,726,128	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	7,355,288	
11/11-12	3,353,250	5,755,160	7,026,173	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	7,901,384	
11/12-13	2,728,752	5,233,995	6,488,155	7,150,909	7,353,551	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443	8,584,443
11/13-14	3,099,323	6,036,365	8,370,925	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971	9,479,971
11/14-15	3,830,612	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	7,621,070	

Incurred Loss Age to Age Factors																																		
Policy Period	12-18	18-24	24-30	30-36	36-42	42-48	48-54	54-60	60-66	66-72	72-78	78-84	84-90	90-96	96-102	102-108	108-114	114-120	120-126	126-132	132-138	138-144	144-150	150-156	156-162	162-168	168-174	174-180	180-186	186-192	192-198	198-204	204-210	
11/96-99	1.721	1.387	1.021	1.040	1.003	1.000	0.911	1.007	1.018	1.013	0.997	1.008	1.003	0.996	1.001	1.004	0.999	1.001	1.005	0.999	0.998	0.999	0.999	0.999	0.999	1.001	1.000	1.000	0.996	1.000	1.000	0.996	1.000	1.001
11/99-00	2.711	1.311	1.016	0.970	1.041	1.041	1.014	1.003	1.022	1.012	0.988	1.060	1.019	0.996	1.000	1.001	1.000	1.000	1.000	1.000	1.001	0.996	1.001	1.005	1.012	1.000	0.992	1.000	1.002	1.000	1.000	1.000	1.000	
11/00-01	2.148	1.345	1.151	1.060	1.011	0.994	0.990	0.983	0.990	0.996	1.009	1.019	1.001	1.001	1.012	0.990	0.998	0.999	1.001	1.002	0.999	0.998	1.000	1.000	1.000	1.001	1.000	1.003	0.995	1.000	1.000	1.000	1.000	
11/01-02	2.116	1.372	1.116	1.026	0.994	1.012	0.984	0.983	1.002	0.989	1.005	0.993	1.003	1.003	0.998	1.000	1.000	1.000	1.000	1.000	1.002	0.999	1.002	1.002	1.002	1.003	0.999	1.000	1.000	1.000	1.000	1.000	1.000	
11/02-03	2.033	1.411	1.047	1.013	1.017	1.012	1.011	1.003	1.003	1.002	1.003	0.997	1.004	1.001	1.001	1.001	1.000	1.000	1.001	0.999	1.005	1.001	0.999	1.001	0.999	0.980	0.980	0.980	0.980	0.980	0.980	0.980	0.980	
11/03-04	1.546	1.125	1.103	1.057	1.024	1.007	1.002	1.031	0.998	1.003	1.003	0.999	1.007	0.99																				



Tennessee Workers Compensation Insurance Plan
 Servicing Carrier Totals
 Unlimited Incurred Medical Losses and ALAE

Incurred Losses by Age of Development																																				
Policy Period	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180	186	192	198	204	210		
11/06-99	4,126,019	6,154,107	7,921,047	8,056,709	8,131,809	7,936,045	7,759,001	6,656,101	6,633,742	6,681,958	6,746,177	6,755,214	8,775,063	8,751,146	9,800,299	9,780,695	9,778,272	7,668,982	6,609,451	7,941,526	7,962,479	7,878,996	7,720,368	7,723,052	9,749,047	7,653,737	7,675,757	7,686,629	7,569,753	7,538,919	7,539,188	7,549,774	7,571,643			
11/09-00	2,825,743	3,292,383	4,421,560	4,647,928	4,466,816	4,677,728	4,994,057	4,771,478	4,796,780	4,885,223	5,256,630	5,256,325	5,290,314	5,234,463	5,216,216	5,218,000	5,223,926	5,232,237	5,236,752	5,218,864	5,225,407	5,211,513	5,428,598	5,276,417	5,429,377	5,477,015	5,520,706	5,811,052	5,928,796	6,282,985	6,282,984	6,350,913				
11/00-01	2,312,969	5,182,739	10,912,966	11,446,429	11,446,429	12,144,327	12,219,785	11,926,617	11,829,608	11,720,627	8,997,340	8,576,818	8,997,428	9,024,483	9,067,423	9,032,901	9,289,661	9,363,545	9,312,545	9,268,128	9,320,828	9,335,374	9,056,445	9,137,574	9,188,974	9,169,828	9,171,451	9,202,327	9,201,469	9,306,662	9,001,643					
11/01-02	3,367,280	8,393,175	11,388,410	12,212,908	11,955,574	11,831,511	11,371,147	11,542,761	11,503,144	11,766,499	11,781,701	11,713,926	11,754,081	11,922,607	12,038,717	12,026,776	12,663,810	12,503,725	12,041,002	12,056,722	12,179,001	12,324,996	12,325,540	12,396,787	12,501,847	12,766,979	12,492,012	12,492,012								
11/02-03	13,646,403	20,515,143	23,852,044	24,504,738	20,978,771	21,155,779	20,680,763	20,388,302	20,175,816	20,199,296	19,986,926	19,837,796	20,582,971	20,398,110	20,421,337	20,525,255	20,705,066	20,818,205	21,621,697	22,176,189	22,019,487	22,521,525	22,334,681	21,876,204	22,092,316	22,185,160										
11/03-04	9,575,680	15,290,414	17,300,482	20,853,285	20,596,764	21,280,274	21,201,766	20,903,567	20,846,411	19,184,608	19,226,772	19,951,139	20,308,609	20,956,018	21,271,709	21,541,062	21,447,288	22,599,472	22,608,246	22,979,029	22,832,208	22,267,701	22,768,889	23,065,003												
11/04-05	7,625,618	17,357,633	18,742,442	18,987,792	19,561,634	19,682,463	18,271,437	17,585,954	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437	18,271,437
11/05-06	6,316,110	10,338,430	12,111,942	12,073,482	11,811,241	12,099,052	12,069,046	12,496,545	12,539,139	13,112,404	13,477,877	14,020,569	14,936,751	15,570,548	15,845,561	15,972,096	16,118,362	16,234,142	16,959,639																	
11/06-07	3,708,383	7,001,984	9,244,838	9,466,784	9,247,178	9,211,329	9,209,284	9,494,833	10,094,586	10,501,498	10,709,251	11,055,082	11,316,569	11,941,312	11,831,256	11,525,359	11,451,000	11,195,130																		
11/07-08	3,584,663	6,516,647	7,882,303	7,753,840	7,324,377	7,398,700	7,413,398	7,378,913	7,322,399	7,382,477	7,976,751	8,024,011	8,853,914	8,498,455	9,142,802																					
11/08-09	2,579,733	5,174,465	6,057,370	5,613,907	5,595,742	5,486,916	5,606,261	5,666,299	6,014,584	6,208,364	6,231,709	6,478,587	6,498,676	6,269,469																						
11/09-10	2,660,389	7,889,967	9,033,651	9,227,840	9,132,315	9,059,102	9,266,473	10,208,044	10,473,170	10,941,016	10,989,156	11,001,637																								
11/10-11	6,113,954	12,086,971	12,894,525	13,092,239	13,024,539	14,995,048	15,080,156	15,711,624	17,822,481	18,867,513																										
11/11-12	5,521,198	8,609,609	10,463,037	10,960,647	10,329,349	9,814,605	10,313,960	10,255,068																												
11/12-13	5,903,180	9,813,591	9,983,594	9,518,714	9,184,964	9,618,970																														
11/13-14	6,367,630	10,501,573	11,753,240	11,322,081																																
11/14-15	6,781,906	14,180,993																																		

Incurred Loss Age to Age Factors																																			
Policy Period	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180	186	192	198	204	210	
11/06-99	1.178	1.279	1.017	1.012	0.973	0.978	0.858	0.997	1.007	1.010	1.001	1.299	0.997	1.120	0.999	0.998	1.001	0.978	1.058	0.987	1.003	0.989	0.980	1.001	0.986	1.005	0.985	1.003	0.985	0.996	1.000	1.001	1.003		
11/09-00	2.567	1.343	1.051	0.961	1.047	1.046	0.975	1.005	1.018	1.075	1.016	0.992	0.996	0.996	1.000	1.001	1.000	1.002	1.000	0.997	0.997	1.042	0.972	1.029	1.009	1.008	1.033	1.020	1.060	1.001	1.011				
11/00-01	2.241	2.106	1.067	1.043	1.005	0.977	0.992	0.991	0.734	0.998	1.048	1.004	1.005	0.996	1.028	1.004	0.998	0.995	1.006	1.002	0.970	1.011	1.000	1.001	1.000	1.003	1.000	0.982	0.996						
11/01-02	2.493	1.357	1.072	0.979	0.988	0.962	1.015	0.997	1.022	1.002	0.994	1.004	1.014	1.010	0.999	1.003	0.997	1.002	1.001	1.010	1.012	1.000	1.006	1.008	1.021	0.979	1.000								
11/02-03	1.503	1.163	1.027	0.856	1.008	0.986	0.990	1.001	0.989	0.995	1.015	0.991	1.001	1.005	1.009	1.005	1.005	1.009	1.006	0.993	1.010	1.004	0.979	1.010	1.004	0.979	1.010								
11/03-04	1.397	1.131	1.205	0.988	1.030	1.000	0.986	0.997	0.920	1.002	1.038	1.010	1.012	1.015	1.003	1.005	1.028	1.026	1.016	0.994	0.975	1.002	1.013												
11/04-05	2.276	1.080	1.013	1.020	1.016	1.011	0.884	1.039	0.995	1.040	1.002	1.002	1.017	1.015	1.000	0.998	1.026	1.002	0.991	1.002	1.023	1.013													
11/05-06	1.673	1.172	0.997	0.978	1.017	1.005	1.015	1.003	1.046	1.028	1.040	1.065	1.042	1.012	1.006	1.008	1.009	1.007	1.045																
11/06-07	1.660	1.318	1.024	0.977	1.007	0.998	1.017	0.968	1.040	1.020	1.032	1.024	1.055	0.995	0.956	1.007	0.979																		
11/07-08	1.818	1.210	0.984	0.945	1.010	1.002	0.995	0.992	1.008	1.040	1.126	0.986	0.960	1.076	0.998																				
11/08-09	2.066	1.171	0.990	0.968	1.002	1.017	1.011	1.061	1.042	0.994	1.040																								
11/09-10	2.966	1.165	1.021	0.990	0.992	1.023	1.021	1.026	1.045	1.004	1.001	1.003	0.968																						
11/10-11	1.977	1.067	1.062	1.007	0.998	1.006	1.042	1.134	1.059																										
11/11-12	1.559	1.215	1.042	0.988	0.949	1.051	0.994																												
11/12-13	1.642	1.017	0.953	0.965	1.047																														
11/13-14	1.642	1.109	0.963																																
11/14-15	2.091																																		

