

IMPORTANT MESSAGE:

THE FOLLOWING PROVIDES USEFUL INFORMATION FOR ALL USERS OF FACILITY ASSOCIATION GOVERNMENT LINE REPORT

User's Guide: Risk Sharing Pools New Government Line Report

Understanding the Structure and Format of the New Government Line Report

- The report includes the projections for the next two months to determine what member's share is projected to be as at the end of the current reporting month + 2 months.
- Estimated projection for the current reporting month + 2 months is stated in the separated column.
- Estimated Incurred Losses are demonstrated on discounted and undiscounted basis. On the old format, only discounted Incurred Losses were included.
- Estimated Total Outstanding Reserve is demonstrated on discounted and undiscounted basis. On the old format, only discounted Total Outstanding Reserve was included.
- Estimated Effect of Discounting as at the current reporting month + 2 months is included, which was not shown in the old format.
- Estimated PFAD as at the current reporting month + 2 months is included, which was not shown in the old format.
- The Government Line reports use the same information that has been calculated for the Member Participation Report. Each of the Government Lines Reports, are the same as the Projections page on the Member Participation Report but at a more detailed level—Government Line and Accident Year.

The User Guide:

To assist readers in understanding the new report layout, the following table sets out a more detailed breakdown of the type of information for each page.

RISK SHARING POOL GOVERNMENT LINE REPORT USER GUIDE

Page No	❖ Sections	Column #	Explanation
1	Estimated Calendar Year Transferred Premiums ❖ For the Current Calendar Year at 2 nd Projection Month • Split by Government Line	Transfer to Pool (Two Columns)	
		Column 1	Written Premiums for Fiscal Year to Date.
		Column 2	Written Premiums for November and December of the Current Fiscal Year.
		Member's Share of Pool (Six Columns)	
		Column 3	+ Written Premiums for Fiscal Year to Date.
		Column 4	+ Estimated Premiums for the Next Two Months.
		Column 5	- Estimated Premiums for November and December of Current Fiscal Year.
		Column 6	= Estimated Premiums for Calendar Year plus 2 Projection Months. <i>Formula: Column 6 = Column 3 + Column 4 – Column 5</i>
		Column 7	- Estimated Premiums for 1 st Projection Month.
Column 8	= Estimated Premiums for 2 nd Projection Month. <i>Formula: Column 6 – Column 7</i>		
2	Estimated Unearned and Earned Premiums ❖ Unearned at Current Calendar Year at 2 nd Projection Month ❖ Earned at Current Calendar Year to Date + 2 Months • Split by Government Line	Transfer to Pool (One Column)	
		Column 1	Unearned Premiums at Current Accounting Month.
		Member's Share of Pool (Eight Columns)	
		Column 2	+ Unearned Premiums at Current Accounting Month. <i>Years to Date Transferred Written Premium – Years to Date Transferred Earned Premium</i>
		Column 3	+ Estimated Change in Unearned Premiums at the 2 Projection Months.
		Column 4	= Estimated Unearned Premiums at 2 nd Projection Month. <i>Formula: Column 4 = Column 2 + Column 3</i>
		Column 5	+ Estimated Unearned Premiums at December of Current Fiscal Year. <i>Column 4 of the Previous Fiscal Year End Report</i>
		Column 6	+ Estimated Written Premiums for Calendar Year at 2 nd Projection Month. <i>Found at Column 6 of Page 1</i>
		Column 7	= Estimated Earned Premium for Calendar Year plus 2 Projection Months. <i>Formula: Column 7 = Column 6 + Column 5 – Column 4</i>
		Column 8	- Estimated Earned Premiums for 1 st Projection Month.
Column 9	= Estimated Earned Premium for 2 nd Projection Month. <i>Formula: Column 9 = Column 7 – Column 8</i>		

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Page No	❖ Sections	Column #	Explanation	
3	<p>Estimated Calendar Year Paid Losses</p> <p>❖ For the Current Calendar Year to Date + 2 Months</p> <ul style="list-style-type: none"> • Split by Government Line • Split by Accident Year 		Same Format as Page 1: Estimated Calendar Year Written Premiums.	
4	<p>Estimated Calendar Year Paid Expenses</p> <p>❖ For the Current Calendar Year to Date + 2 Months</p> <ul style="list-style-type: none"> • Split by Government Line • Split by Accident Year 		Same Format as Page 1: Estimated Calendar Year Written Premiums.	
5	<p>Estimated Change in Outstanding Losses & IBNR Provision</p> <p>❖ For the Current Calendar Year to Date + 2 Months</p> <ul style="list-style-type: none"> • Split by Government Line • Split by Accident Year 	Transfer to Pool (One Column)		
		Column 1	Outstanding Losses. For the Cumulative Years Since Pool Inception.	
		Member's Share of Pool (Six Columns)		
		Column 2	+ Outstanding Losses at Current Accounting Month.	
		Column 3	+ Estimated Change in Outstanding Losses for the Next 2 Projection Months. <i>Pool Projections Outstanding Loss in 2nd Projection Month – Actual Outstanding Losses at Current Accounting Month</i>	
		Column 4	= Estimated Outstanding Losses at 2 nd Projection Month. <i>Formula: Column 4 = Column 2 + Column 3</i>	
		Column 5	+ IBNR at Current Accounting Month.	
		Column 6	+ Estimated Change in IBNR. <i>Pool Projections in 2nd Projection Month – Actual IBNR at Current Accounting Month.</i>	
	Column 7	= Estimated IBNR at 2 nd Projection Month. <i>Formula: Column 7 = Column 5 + Column 6</i>		
6	<p>Estimated Change in Incurred Losses</p>	Transfer to Pool		
		Column 1	+ Paid Loss and Expenses for Fiscal Year to Date. <i>Formula: Column 1 = Page 3 Column 1 + Page 4 Column 1</i>	

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Page No	❖ Sections	Column #	Explanation
	❖ For the Current Calendar Year to Date + 2 Months • Split by Government Line • Split by Accident Year	Column 2	+ Outstanding Losses at Current Accounting Month. <i>Found on Page 5 Column 1</i>
		Column 3	- Outstanding Losses at End of Previous Fiscal Year. For the Cumulative Years Since Pool Inception.
		Column 4	= Incurred Losses for Fiscal Year to Date. <i>Formula: Column 4 = Column 1 + Column 2 – Column 3</i>
		Column 5	- Incurred Losses for Fiscal Year at Previous Accounting Month.
		Column 6	= Incurred Losses for Current Accounting Month. <i>Formula: Column 6 = Column 4 – Column 5</i>
7	Estimated Change in Retro Claims	Member's Share of Pool	
❖ For the Current Calendar Year to Date + 2 Months • Split by Government Line • Split by Accident Year	Column 1	+ Estimated Paid Losses and Paid Expenses for Calendar Year at 2 nd Projection Month. <i>Formula: Column 1 = Page 3 Column 6 + Page 4 Column 6</i>	
	Column 2	+ Estimated Outstanding Excluding IBNR at 2 nd Projection Month.	
	Column 3	+ Estimated Outstanding Excluding IBNR at End of Previous Calendar Year.	
	Column 4	+ Estimated IBNR at 2 nd Projections Month.	
	Column 5	- Estimated IBNR at End of Previous Calendar Year.	
	Column 6	Estimated Incurred Losses for Calendar Year to Date. <i>Formula: Column 6 = Column 1 + Column 2 – (Column 3 + Column 4 – Column 5)</i>	
	Column 7	- Estimated Incurred Losses for Calendar Year at 1 st Projection Month.	
	Column 8	Estimated Incurred Losses for 2 nd Projection Month. <i>Formula: Column 8 = Column 6 – Column 7</i>	
8	Estimated IBNR (Undiscounted), IBNR, and PFAD	Member's Share of Pool	
❖ For the Current Calendar Year + 2 Months • Split by Government Line • Split by Accident Year	Column 1	+ Undiscounted IBNR at Current Accounting Month.	
	Column 2	+ Estimated Change in Undiscounted IBNR at 1 st and 2 nd Projection Month. <i>Formula: Column 2 = Column 3 – Column 1</i>	
	Column 3	= Estimated Undiscounted IBNR at 2 nd Projection Month. <i>Formula: Column 3 = Column 1 + Column 2</i>	
	Column 4	+ Discounted IBNR Including PFAD at Current Accounting Month.	
	Column 5	+ Estimated Change in Discounted IBNR at 1 st and 2 nd Projection Month. <i>Formula: Column 5 = Column 6 – Column 4</i>	
	Column 6	= Estimated Discounted IBNR at 2 nd Projection Month.	

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Page No	❖ Sections	Column #	Explanation
			<i>Formula: Column 6 = Column 4 + Column 5</i>
		Column 7	+ PFAD at Current Accounting Month.
		Column 8	+ Estimated Change in PFAD at 1 st and 2 nd Projection Month. <i>Formula: Column 8 = Column 9 – Column 7</i>
		Column 9	= Estimated PFAD at 2 nd Projection Month. <i>Formula: Column 9 = Column 7 + Column 8</i>
9	<p>Estimated Incurred Loss (Undiscounted)</p> <p>❖ For the Current Calendar Year + 2 Months</p> <ul style="list-style-type: none"> • Split by Government Line • Split by Accident Year 	Same Format as Page 7 - Estimated Change in Retro Claims	
10	<p>Estimated Effect of Discounting the Total Outstanding</p> <p>❖ For the Current Calendar Year + 2 Months</p> <ul style="list-style-type: none"> • Split by Government Line • Split by Accident Year 	Member's Share of Pool	
		Column 1	+ Estimated Outstanding Excluding IBNR at 2 nd Projection Month. Located at Page 9 Column 2
		Column 2	+ Estimated IBNR at 2 nd Projection Month. Located at Page 8 Column 6
		Column 3	= Estimated Total Outstanding at 2 nd Projection Month. <i>Formula: Column 3 = Column 1 + Column 2</i>
		Column 4	- Estimated PFAD at 2 nd Projection Month. Located at Page 8 Column 9
		Column 5	= Total Outstanding Discounted Excluding PFAD at 2 nd Projection Month. <i>Formula: Column 5 = Column 3 – Column 4</i>
		Column 6	- Estimated IBNR Undiscounted at 2 nd Projection Month. Located at Page 8 Column 3
		Column 7	= Estimated Total Outstanding Undiscounted at 2 nd Projection Month. <i>Formula: Column 7 = Column 1 – Column 6</i>
		Column 8	= Effect of Discounting Excluding PFAD at 2 nd Projection Month. <i>Formula: Column 8 = Column 5 – Column 7</i>