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**REQUIRED SUPPLEMENTARY INFORMATION**  
**TEN-YEAR CLAIMS DEVELOPMENT INFORMATION**  
**PUBLIC SCHOOL INSURANCE FUND**  
For the Fiscal Years Ended June 30, 1993-2002

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The following table illustrates how earned revenues (net of reinsurance) and investment income of the Public School Insurance Fund (the Fund) compare to related costs of loss (net of loss assumed by reinsurers) and other expenses assumed by the Fund for the last ten fiscal years ended June 30. The rows of the table are defined as follows:

- (1) Total of each fiscal year's earned contribution revenues, investment revenues, contribution revenues ceded to excess insurers or reinsurers, and amount of reported revenues net of excess insurance or reinsurance.
- (2) Each fiscal year's other operating costs of the Fund, including overhead and claims expense not allocable to individual claims.
- (3) The Fund's incurred claims (both paid and accrued) as originally reported at the end of the first year in which the event that triggered coverage under the contract occurred (before the effect of loss assumed by excess insurers or reinsurers), the loss assumed by excess insurers or reinsurers, and total net amount of incurred claims and allocated claim adjustment expenses.
- (4) Cumulative amounts paid as of the end of successive years for each policy year.
- (5) The reestimated amount for loss assumed by excess insurers or reinsurers as of the end of the current year.
- (6) The reestimated net incurred claims and expenses based on the information available as of the end of the year. This annual reestimation results from new information received on known claims, reevaluation of existing information on known claims, as well as emergence of new claims not previously known.
- (7) Comparison of the latest reestimated net incurred claims amount to the amount originally established (line 3) and indication of whether this latest estimate of claims cost is greater or less than originally thought.

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Table 12

As data for individual policy years mature, the correlation between original estimated and reestimated amounts is commonly used to evaluate the accuracy of incurred claims currently recognized in less mature policy years. The columns in the table present data for successive policy years. Amounts are expressed in thousands.

	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
1) Required contribution and investment revenue:										
Earned.....	\$ 6,805	\$ 6,573	\$ 6,749	\$ 7,180	\$ 7,099	\$ 8,354	\$ 6,343	\$ 6,687	\$ 8,136	\$ 9,599
Ceded.....	441	1,834	2,134	2,264	2,298	2,041	1,683	1,727	2,453	2,839
Net earned.....	6,364	4,739	4,615	4,916	4,801	6,313	4,660	4,960	5,683	6,760
2) Unallocated expenses	1,109	2,511	2,843	2,909	2,941	2,706	2,398	2,541	3,214	3,597
3) Estimated claims and expenses, end of policy year:										
Incurred.....	3,128	4,426	5,078	3,246	14,351	8,496	8,615	21,141	6,449	4,846
Ceded.....	—	—	359	—	6,862	700	357	—	—	—
Net incurred.....	3,128	4,426	4,719	3,246	7,489	7,796	8,258	21,141	6,449	4,846
4) Paid (cumulative) as of:										
End of policy year.....	1,468	2,741	3,790	2,061	9,595	2,044	4,077	13,158	422	392
One year later.....	3,221	4,348	5,107	3,723	13,129	4,193	5,931	15,818	2,475	
Two years later.....	3,295	4,429	5,242	3,742	13,803	4,297	6,108	17,368		
Three years later.....	3,295	4,437	5,246	3,744	13,810	4,324	6,388			
Four years later.....	3,295	4,440	5,246	3,760	13,822	4,324				
Five years later.....	3,295	4,440	5,246	3,760	13,822					
Six years later.....	3,295	4,440	5,246	3,760						
Seven years later.....	3,295	4,440	5,246							
Eight years later.....	3,295	4,440								
Nine years later.....	3,295									
5) Reestimated ceded claims and expenses.....	—	—	359	—	6,862	700	357	—	—	—
6) Reestimated net incurred claims and expenses:										
End of policy year.....	3,128	4,426	4,719	3,246	7,489	7,796	8,258	21,141	6,449	4,846
One year later.....	3,524	4,445	4,943	3,814	6,771	3,724	6,740	17,240	2,475	
Two years later.....	3,460	4,445	4,927	3,789	7,023	3,735	6,161	17,368		
Three years later.....	3,334	4,445	4,887	3,765	6,976	3,640	6,031			
Four years later.....	3,299	4,440	4,887	3,760	6,960	3,624				
Five years later.....	3,295	4,440	4,887	3,760	6,960					
Six years later.....	3,295	4,440	4,887	3,760						
Seven years later.....	3,295	4,440	4,887							
Eight years later.....	3,295	4,440								
Nine years later.....	3,295									
7) Increase (decrease) in estimated net incurred claims and expenses from end of policy year.....	167	14	168	514	(529)	(4,172)	(2,227)	(3,773)	(3,974)	—

n/a= not available