

EMPLOYERS SELF INSURERS FUND

FINAL ASSESSMENT PLAN

As Mandated by the Louisiana Department of Insurance

As a result of prior fund-year deficits, Employers Self Insurers Fund (“ESIF”) assesses current and former members of ESIF as follows:

<u>Fund Year 1996 – 1997</u> 602 Members No Assessment	<u>Fund Year 2001 – 2002</u> 1,225 Members No Assessment
<u>Fund Year 1997 – 1998</u> 1,149 Members Total Assessment: \$787, 747	<u>Fund Year 2002 – 2003</u> 1,549 Members Total Assessment: \$2,758,305
<u>Fund Year 1998 – 1999</u> 1,458 Members Total Assessment: \$1,677,521	<u>Fund Year 2003 – 2004</u> 1,405 Members Total Assessment: \$186,888
<u>Fund Year 1999 – 2000</u> 1,545 Members Total Assessment: \$1,122,509	<u>Fund Year 2004 – 2005</u> 1,015 Members Total Assessment: \$597,021
<u>Fund Year 2000 – 2001</u> 1,595 Members Total Assessment: \$634,360	

For each Fund Year for which an assessment is necessary, the members of ESIF for that year will be assessed for their pro-rata share of that assessment, based on their annual premium (including audit premium, whether collected or not), after applying the following factors:

<u>Members</u>	<u>Factor</u>
w/loss ratios below 200%	x
w/loss ratios from 200% to 500%	x2
w/loss ratios from 500% to 1000%	x3
w/loss ratios from 1000% to 2000%	x4
w/loss ratios from 2000% to 5000%	x5
w/loss ratios of 5000% or more	x6

These calculations will be developed by the CPA firm of Postlethwaite & Netterville. Should a member be due a premium refund for an assessable year, that member’s assessment notice will reflect a credit for the amount of the outstanding premium refund.

Assessment notices, with due dates, will be mailed by January 15, 2006.