

**District of Columbia Property Insurance Facility  
Members' Account  
Inception to 12/31/2019 (Open Years Only)**

<u>DESCRIPTION</u>	<u>Inception To 2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>Total</u>
Premiums Written	56,900,644	294,500	268,183	216,968	193,076 <b>A</b>	188,964 <b>B</b>	11,806	58,074,141
Unearned Premiums						94,244	11,806	106,050
Earned Premiums	56,900,644	294,500	268,183	216,968	193,076	94,720	-	57,968,091
Losses Paid	35,073,894	29,027	180,716	945,125	221,034	-	-	36,449,796
Unpaid Losses					55,175	17,047	-	72,222
Incurred Losses	35,073,894	29,027	180,716	945,125	276,209	17,047	-	36,522,018
Loss Adjustment Expenses Paid	3,969,135	39,922	45,865	64,933	42,496	9,142	-	4,171,493
Unpaid Loss Adjustment Expenses					3,619	2,147	-	5,766
Incurred Loss Adjustment Expense	3,969,135	39,922	45,865	64,933	46,115	11,289	-	4,177,259
Operating Expenses Paid	17,446,938	201,304	212,847	221,479	190,882	115,593	-	18,389,043
Commissions Paid	4,871,524	13,232	10,164	6,532	6,238	6,111	-	4,913,801
Premium Taxes Incurred	1,126,490	5,742	4,474 <b>D1</b>	3,568 <b>D2</b>	3,228 <b>D3</b>	3,178 <b>D4</b>	-	1,146,680 <b>D</b>
Unpaid Expenses						69,102	-	69,102
Underwriting Expenses Incurred	23,444,952	220,278	227,485	231,579	200,348	193,984	-	24,518,626
Underwriting Gain (Loss)	(5,587,337)	5,273	(185,883)	(1,024,669)	(329,596)	(127,600)	-	(7,249,812)
Investment Income Received	2,329,396	-	-	-	7,673 <b>E</b>	16,512	-	2,353,581
Miscellaneous Income Received	255,837	823	2,414	4,200	407 <b>E</b>	362	-	264,043
Accrued Investment Income								
Investment Income Earned	2,585,233	823	2,414	4,200	8,080	16,874	-	2,617,624
<u>Members Equity (Deficit)</u>								
Net Increase ( Decrease)	(3,002,104)	6,096	(183,469)	(1,020,469)	(321,516)	(110,726)	-	(4,632,188)
Assessments	11,670,525			2,000,000				13,670,525 <b>C</b>
Distributions	(6,852,365)							(6,852,365) <b>C</b>
Prior Policy Year Rollover								-
Advance Premium, previously excluded from this reporting. One time correction.	14,520							14,520
Prior period audit entries (operating expense)	9,960							9,960
Additional Minimum Pension Liability	162,885							162,885
Changes to Reporting (Pension)	11,041							11,041

Changes to Reporting (APRB)	4,446						4,446
Unassigned Funds (Pension)	(183,651)	(47,911)	2,592	23,820	22,977	18,714	(163,459)
Unassigned Funds (APRB)	2,792	318	(6,565)	3,455			-
Change In Non-admitted Assets	-					(16,113)	(16,113)
Ending Members' Equity (Deficit)	<u>1,838,049</u>	<u>(41,497)</u>	<u>(187,442)</u>	<u>1,006,806</u>	<u>(298,539)</u>	<u>(108,125)</u>	<u>2,209,252</u>

**Notes:**

**A** Note: Written premiums for 2018 above include the following: premiums for 2018 written in FY 2018, premiums for 2018 written in FY 2019, and advanced premiums from FY 2017 (2018 beginning unearned premiums).

192,304	2018 premiums written in FY 2018
(3,126)	2018 premiums written in FY 2019
3,898	Advanced premiums from FY 2017 (2018 beginning unearned premiums)
<u>193,076</u>	

**B** Note: Written premiums for 2019 above include the following: premiums for 2019 written in FY 2019 and advanced premiums from FY 2018 (2019 beginning unearned premiums).

177,158	2019 premiums written in FY 2019
11,806	Advanced premiums from FY 2018 (2019 beginning unearned premiums)
<u>188,964</u>	

**C** Note: The District of Columbia Property Insurance Facility closed accounting years 2012 and 2013 during the 2018 fiscal year. During that time, the Facility also had an assessment of \$2,000,000, which was for the 2017 fiscal accounting year and based off of the 2017 Member Participation Report. This resulted in a net assessment of \$2,123,751. See details below.

2012 Net Distribution	(10,158)
2013 Net Assessment	133,909
2017 Additional Assessment	<u>2,000,000</u>
Total Net Assessment	<u>2,123,751</u>

**D** Note: The difference in Premium Tax from the Inception to Date versus the Exhibit 3a Members Equity is due to cash/accrual differences. The figure on Exhibit 3a line 9 are the cash basis premium tax payments, whereas the figure D's above on the Inception to Date report are the Premium Tax Incurred on the accrual basis. There is no place on Exhibit 3a that displays Premium Tax Incurred and there is no place on the Inception to Date to reflect cash to accrual differences. See the rollforwards below, which can be calculated from the figures provided on Exhibit 3a.

	<b>D1</b>	2016:	<b>D2</b>	2017:	<b>D3</b>	2018:	<b>D4</b>	2019:
Premium Tax								
Cash paid		4,519		4,270		3,115		3,313
Less: PY balance		(2,248)		(2,203)		(1,501)		(1,614)
Plus: CY balance		<u>2,203</u>		<u>1,501</u>		<u>1,614</u>		<u>1,479</u>
Incurred		<u>4,474</u>		<u>3,568</u>		<u>3,228</u>		<u>3,178</u>

**E** The above amounts from prior year have been reclassified to conform to current year presentation of the financial statements.