

# MEMO



**TO:** Districts Mutual Insurance Risk Managers

**Cc:** Eric Veum – TE Brennan, Linda Joski – Arthur J. Gallagher  
Greg Wagner and Mike Carney – WTCS

**FROM:** Steven Stoeger-Moore

**DATE:** 25 January 2005

**RE:** 2005 Rating Model

Thank you for your attendance and participation in the January 21 Risk Manager Meeting, it is worthy to note that the meeting achieved “perfect attendance”.

As a follow-up to the discussion, please see the attached 2005/2006 Rating Model prepared by Streff Insurance Services. This report, based on data provided to the actuary from several resources captures exposures as of 1/1/05. As you read please keep in mind that “capital contributions” are not reflected in this report.

During the meeting, the one page handout showing 3 columns that estimate the “total insurance payment” for 7/1/05- 06. The actuary report showing exposure-based premium is depicted in the left-hand column. The middle column reflects the capital contribution necessary to achieve the required \$1.25 million dollars (as dictated by OCI). The right-hand column is the “total estimated insurance payment” for DMI coverages (Please note that crime, foreign travel, and a potential AD&D policy premiums are not shown in this model).

Each member district will be gathering underwriting data for submittal to Arthur J. Gallagher and Company. Following receipt of this underwriting data the actuary report will be refreshed to reflect your reported exposures. A revised “total estimated insurance payment” will then be provided to each member district.

Thank you for your continued cooperation and assistance. Please call upon me if I can assist with the underwriting data gathering.