

Actuarial Work-Products, Inc.

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Winston-Salem, NC 27106

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Carlton Harker, FSA, MAAA
Principal

www.self-fundhealth.com

www.actuarialworkproducts.com

www.ifebp.org/1harker

www.awpse.com

TO: Addressee No. 1

Self-Funding Act Services

8025 North Point Blvd., 207W

Winston-Salem, NC 27106

Tel. 336-759-2035

Fax 336-896-0392

Addressee No. 2

Addressee No. 3

RE: Health Care Plan:

Claim Reserve as of: 12/31/2009 (Valuation Date)

Benefits Include: Medical, Rx, Dental, Vision

Purpose of Computation: Government

Date: 01/13/2010

Engager is Addressee No. 1

Eligible User is Addressee No. 2

The scope and objective of this Actuarial Certification were to value the Claims Reserves of said Health Care Plan as of the Valuation Date and for Purpose above-shown.

The methodology consisted of a modified extension of the "claims triangle" (incurred and paid) as of the Valuation Date and estimated claims paid after such date that were incurred prior thereto. The basis of the estimate was the claims data furnished by the Claims Administrator.

This Certification consists of three parts:

- **Statement of Actuarial Opinion**
- **Actuary's Statement of Due Diligence**
- **Submitted Data and Computation Parameters.**

Sincerely,



**Carlton Harker, FSA, MAAA
Actuarial Work-Products, Inc.**

STATEMENT OF ACTUARIAL OPINION
OF THE CLAIM RESERVE COMPUTATION FOR

!

AS OF DECEMBER 31, 2009

I, Carlton Harker, am a principal of Actuarial Work-Products, Inc., am a Fellow of the Society of Actuaries and am a member of the American Academy of Actuaries. My firm has been retained by the Engager to provide calculations of certain actuarial items for the above-cited Health Care Plan.

I relied upon such Eligible User of the subject Health Care Plan as to the accuracy and completeness of underlying information used in the computation of such items.

In other aspects, my examination included such review of the actuarial assumptions and methods and such tests of actuarial calculations as I considered necessary under the circumstances.

Claim Reserves as of the Valuation Date\$1,287,790

Claim Reserve Includes

- Due and unpaid and reported and not processed
- Incurred and not reported

Such reserves are not net of reinsurance or stop-loss recovery. No provision is made for additional claims due to ongoing lawsuits, if any. No provision is made for claim-related expenses. No margin of safety is included.

There is a statistically-supportable confidence in such Claim Reserves set forth above as follows:

**Desired Level of Confidence That
The Actual Paid Claims Run-Out
Will Be Within the Indicated Limits**

Indicated Limit

	<u>Low</u>	<u>High</u>
60%	\$995,460	\$1,580,120
75%	\$887,576	\$1,688,003
90%	\$713,570	\$1,862,009

Testing of prior and/or current Claim Reserves is as follows:

Prior

Valuation Date	Computed Reserve	Claims Paid Through Dec 2009		
		Expected	Actual	Ratio A/E
09/30/2008	\$1,023,674	\$1,023,674	\$1,060,781	1.04
12/31/2008	\$1,143,595	\$1,143,595	\$1,517,646	1.33
03/31/2009	\$1,334,859	\$1,294,813	\$1,015,162	0.78
06/30/2009	\$1,179,570	\$1,061,613	\$927,695	0.87
09/30/2009	\$1,117,475	\$726,358	\$935,843	1.29

This computation is probabilistic (or stochastic) in nature in that the computed Claim Reserve is a "best estimate" using sampling techniques. The traditional computation is deterministic in nature.

In my opinion, the claim reserve(s) certified herein, meet three criteria:

- Are computed in accordance with commonly accepted actuarial standards consistently applied and are fairly stated in accordance with sound actuarial principles;
- Make a good and sufficient provision, in the aggregate, for all non-matured claim obligations of the plan.
- Are computed on the basis of actuarial assumptions and actuarial methods consistent in most but not necessarily all material respects with those used in computing the corresponding items in the certification of the preceding plan year-end.

01/13/2010

Date



Carlton Harker, FSA, MAAA
Actuarial Work Products, Inc.
AAA Number 5293

ACTUARY'S DUE DILIGENCE STATEMENT

1. The Actuary understands that the paid claims shown in the submitted Claims Lag Report are consistent with those on the books of the Plan Sponsor or the Plan Trust with respect to incurred and paid dates and paid amounts.
2. No audit of the accuracy of the submitted data was made.
3. With regards submitted claims lag data, the actuary was not provided with (a) reported, (b) processing, (c) check preparation or (d) check cleared dates. The date paid for purposes of the claim reserve is that date where the claim has been funded and the claim check effectively released into the "mail stream". That is, the actuary does not certify the amount of any liability for claims (a) in course of settlement or (b) due and unpaid.
4. Incurred date for a hospitalization is assumed to be the date of discharge; incurred date for maternity is assumed to be the date of birth.
5. The Claims Administrator has stated that no unusual backlog existed on December 31, 2009 and that assumptions made for the period do not include any additional accounts for backlog.
6. The computation assumes a constancy of plan design.
7. Large claims were reviewed in the calculation of the projections and did not have a significant impact.
8. The Certifying Actuary is qualified to provide this opinion in accordance with the rules of professional conduct promulgated by the American Academy of Actuaries.
9. With respect to this opinion, the actuary asserts:
 - a. That this Work-Product is an actuarial opinion as contemplated by the American Academy of Actuaries.
 - b. That he is qualified to offer such opinion by reason of his meeting the requisite examination, experience and continuing education requirements of the American Academy of Actuaries.
 - c. That this Actuarial Work-Product is the result of a mathematical computer program processing imputed data and documentation that are summarized herein.
 - d. That he is independent of and has no conflicted interest with any party with respects to this Work-Product.
 - e. That the Work-Product was prepared at the request of the Eligible User (approved as such by Actuarial Work-Products, Inc.), who is identified herein, and who may or may not be the ultimate user of such Work-Product.
 - f. That he has been engaged, as contemplated by the relevant American Academy of Actuaries, by the Engager identified herein.
10. The actuary intends to be a fiduciary with respect to this Work-Product and will act accordingly, striving to meet any and all standards of conduct necessary to meet this end.
11. The professional liability for this Work-Product is assumed by Self-Funding Actuarial Services, Inc. which has in place an appropriate professional liability insurance policy. A PDF of the summary page of this policy is available at: www.awpse.com/eando.pdf.

----- SAMPLE NO: 1 -----			----- SAMPLE NO: 2 -----			----- SAMPLE NO: 3 -----			----- SAMPLE NO: 4 -----		
PAID: Jun 2007			PAID: Jul 2007			PAID: Aug 2007			PAID: Sep 2007		
INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS	INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS	INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS	INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS
Jun07	\$351,696	\$0	Jul07	\$282,410	\$0	Aug07	\$326,508	\$0	Sep07	\$233,677	\$0
May07	\$382,575	\$382,575	Jun07	\$568,966	\$568,966	Jul07	\$484,243	\$484,243	Aug07	\$419,318	\$419,318
Apr07	\$85,746	\$171,492	May07	\$116,505	\$233,010	Jun07	\$79,917	\$159,834	Jul07	\$64,876	\$129,752
Mar07	\$26,465	\$79,395	Apr07	\$15,445	\$46,335	May07	\$116,301	\$348,903	Jun07	\$110,317	\$330,951
Feb07	\$16,799	\$67,196	Mar07	\$17,148	\$68,592	Apr07	\$3,977	\$15,908	May07	\$10,263	\$41,052
Jan07	\$3,828	\$19,140	Feb07	\$27,094	\$135,470	Mar07	\$4,391	\$21,955	Apr07	\$7,852	\$39,260
Dec06	\$3,474	\$20,844	Jan07	\$7,408	\$44,448	Feb07	\$16,194	\$97,164	Mar07	\$4,010	\$24,060
Nov06	\$2,355	\$16,485	Dec06	\$8,599	\$60,193	Jan07	\$3,700	\$25,900	Feb07	\$1,165	\$8,155
Oct06	\$3,108	\$24,864	Nov06	\$1,122	\$8,976	Dec06	\$546	\$4,368	Jan07	\$350	\$1,800
Sep06	\$0	\$0	Oct06	\$9,489	\$85,401	Nov06	\$2,091	\$18,819	Dec06	\$120	\$1,080
Aug06	\$0	\$0	Sep06	\$0	\$0	Oct06	\$1,174	\$11,740	Nov06	\$511	\$5,110
Jul06	\$0	\$0	Aug06	\$0	\$0	Sep06	\$0	\$0	Oct06	\$433	\$4,763
Jun06	\$0	\$0	Jul06	\$0	\$0	Aug06	\$0	\$0	Sep06	\$0	\$0
TOTAL	\$876,046	\$781,991	TOTAL	\$1,054,186	\$1,251,391	TOTAL	\$1,039,042	\$1,188,834	TOTAL	\$652,892	\$1,006,301
ANN/%	\$10,512,552	7.40%	ANN/%	\$12,650,232	9.90%	ANN/%	\$12,468,504	9.50%	ANN/%	\$10,234,704	9.80%

----- SAMPLE NO: 5 -----			----- SAMPLE NO: 6 -----			----- SAMPLE NO: 7 -----			----- SAMPLE NO: 8 -----		
PAID: Oct 2007			PAID: Nov 2007			PAID: Dec 2007			PAID: Jan 2008		
INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS	INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS	INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS	INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS
Oct07	\$203,546	\$0	Nov07	\$273,719	\$0	Dec07	\$371,020	\$0	Jan08	\$319,611	\$0
Sep07	\$496,478	\$496,478	Oct07	\$491,389	\$491,389	Nov07	\$487,109	\$487,109	Dec07	\$351,795	\$351,795
Aug07	\$98,498	\$196,996	Sep07	\$185,065	\$370,130	Oct07	\$151,465	\$302,930	Nov07	\$36,520	\$73,040
Jul07	\$61,429	\$184,287	Aug07	\$24,935	\$74,805	Sep07	\$12,175	\$36,525	Oct07	\$20,533	\$61,599
Jun07	\$15,958	\$63,832	Jul07	\$5,571	\$22,284	Aug07	\$10,583	\$42,332	Sep07	\$6,491	\$25,964
May07	\$5,324	\$26,620	Jun07	\$24,372	\$121,860	Jul07	\$7,790	\$38,950	Aug07	\$6,737	\$33,695
Apr07	\$2,642	\$15,852	May07	\$908	\$5,448	Jun07	\$3,478	\$20,868	Jul07	\$2,060	\$10,360
Mar07	\$1,760	\$12,320	Apr07	\$1,774	\$12,418	May07	\$2,299	\$16,093	Jun07	\$1,429	\$10,009
Feb07	\$1,527	\$12,216	Mar07	\$1,696	\$13,568	Apr07	\$2,922	\$23,376	May07	\$1,105	\$5,840
Jan07	\$983	\$8,847	Feb07	\$-31,548	\$-283,932	Mar07	\$-9,291	\$-83,619	Apr07	\$3,789	\$34,101
Dec06	\$1,071	\$10,710	Jan07	\$4,109	\$41,090	Feb07	\$801	\$8,010	Mar07	\$2,386	\$23,860
Nov06	\$1,895	\$20,845	Dec06	\$355	\$3,905	Jan07	\$1,537	\$16,907	Feb07	\$318	\$3,498
Oct06	\$668	\$9,352	Nov06	\$924	\$12,936	Dec06	\$1,108	\$15,512	Jan07	\$973	\$13,622
TOTAL	\$891,779	\$1,058,355	TOTAL	\$983,269	\$885,901	TOTAL	\$1,042,996	\$924,993	TOTAL	\$753,747	\$651,367
ANN/%	\$10,701,348	9.90%	ANN/%	\$11,799,228	7.50%	ANN/%	\$12,515,952	7.40%	ANN/%	\$9,044,964	7.20%

----- SAMPLE NO: 9 -----			----- SAMPLE NO: 10 -----			----- SAMPLE NO: 11 -----			----- SAMPLE NO: 12 -----		
PAID: Feb 2008			PAID: Mar 2008			PAID: Apr 2008			PAID: May 2008		
INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS	INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS	INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS	INCURRED MONTH	SCLAIMS PAID	PROJECTED \$LAG CLMS
Feb08	\$265,550	\$0	Mar08	\$375,577	\$0	Apr08	\$552,453	\$0	May08	\$380,843	\$0
Jan08	\$359,405	\$359,405	Feb08	\$368,543	\$368,543	Mar08	\$559,985	\$559,985	Apr08	\$513,421	\$513,421
Dec07	\$91,413	\$182,826	Jan08	\$74,107	\$148,214	Feb08	\$23,707	\$47,414	Mar08	\$38,067	\$76,134
Nov07	\$26,894	\$80,682	Dec07	\$42,671	\$128,013	Jan08	\$20,239	\$60,717	Feb08	\$7,837	\$23,511
Oct07	\$12,740	\$50,960	Nov07	\$2,533	\$10,132	Dec07	\$18,243	\$72,972	Jan08	\$2,918	\$11,672
Sep07	\$6,042	\$30,210	Oct07	\$22,882	\$114,410	Nov07	\$4,296	\$21,480	Dec07	\$2,568	\$12,840
Aug07	\$3,578	\$21,468	Sep07	\$4,997	\$29,982	Oct07	\$7,884	\$47,304	Nov07	\$2,931	\$17,586
Jul07	\$759	\$5,313	Aug07	\$817	\$5,719	Sep07	\$2,091	\$14,637	Oct07	\$1,495	\$10,465
Jun07	\$491	\$3,928	Jul07	\$1,139	\$9,112	Aug07	\$949	\$7,592	Sep07	\$254	\$2,032
May07	\$1,084	\$9,756	Jun07	\$2,283	\$20,547	Jul07	\$4,982	\$44,838	Aug07	\$214	\$1,926
Apr07	\$106	\$1,060	May07	\$909	\$9,090	Jun07	\$-75,742	\$-757,420	Jul07	\$-9,681	\$-96,810
Mar07	\$761	\$8,371	Apr07	\$1,328	\$14,608	May07	\$114	\$1,254	Jun07	\$75,723	\$832,953
Feb07	\$1,665	\$23,310	Mar07	\$1,370	\$19,180	Apr07	\$-573	\$-8,022	May07	\$929	\$13,006
TOTAL	\$770,488	\$777,289	TOTAL	\$899,156	\$877,550	TOTAL	\$1,118,628	\$112,751	TOTAL	\$1,017,019	\$1,416,786
ANN/%	\$9,245,856	8.40%	ANN/%	\$10,789,872	8.10%	ANN/%	\$13,423,536	0.80%	ANN/%	\$12,210,228	11.60%

SAMPLE NO:13				SAMPLE NO:14 -				SAMPLE NO:15 -				SAMPLE NO:16				
PAID: Jun 2008		PROJECTED		PAID: Jul 2008		PROJECTED		PAID: Aug 2008		PROJECTED		PAID: Sep 2008		PROJECTED		
INCURRED	\$ CLAIMS	SLAG	CLMS	INCURRED	\$ CLAIMS	SLAG	CLMS	INCURRED	\$ CLAIMS	INCURRED	SLAG	CLMS	INCURRED	\$ CLAIMS	PROJECTED	
MONTH	PAID			MONTH	PAID			MONTH	PAID	MONTH			MONTH	PAID	SLAG CLMS	
Jun08	\$400,115		\$0	Jul08	\$157,265		\$0	Aug08	\$357,530	Sep08		\$0	Sep08	\$344,558		\$0
May08	\$483,957	\$483,957		Jun08	\$391,739	\$391,739		Jul08	\$659,398	Aug08	\$659,398		Aug08	\$656,087	\$656,087	
Apr08	\$49,484	\$98,968		May08	\$66,000	\$132,000		Jun08	\$92,403	Jul08	\$184,806		Jul08	\$181,126	\$362,252	
Mar08	\$139,703	\$419,109		Apr08	\$7,380	\$22,140		May08	\$170,200	Jun08	\$510,600		Jun08	\$240,225	\$720,675	
Feb08	\$11,145	\$44,580		Mar08	\$4,439	\$17,756		Apr08	\$6,460	May08	\$25,840		May08	\$142,789	\$571,156	
Jan08	\$8,666	\$43,330		Feb08	\$12,035	\$60,175		Mar08	\$5,743	Apr08	\$28,715		Apr08	\$22,885	\$114,425	
Dec07	\$4,551	\$27,306		Jan08	\$455	\$2,730		Feb08	\$4,627	Mar08	\$27,762		Mar08	\$3,092	\$18,552	
Nov07	\$4,222	\$29,554		Dec07	\$390	\$2,730		Jan08	\$249	Feb08	\$1,743		Feb08	\$6,411	\$44,877	
Oct07	\$2,899	\$23,192		Nov07	\$748	\$5,984		Dec07	\$343	Jan08	\$2,744		Jan08	\$-5,638	\$-45,104	
Sep07	\$1,311	\$11,799		Oct07	\$-718	\$-6,462		Nov07	\$447	Dec07	\$4,023		Dec07	\$622	\$8,598	
Aug07	\$1,541	\$15,410		Sep07	\$1,001	\$10,010		Oct07	\$32	Nov07	\$320		Nov07	\$-33	\$-330	
Jul07	\$127	\$1,397		Aug07	\$880	\$9,680		Sep07	\$87	Oct07	\$957		Oct07	\$1,411	\$15,521	
Jun07	\$-1,001	\$-14,014		Jul07	\$2,431	\$34,034		Aug07	\$181	Sep07	\$2,534		Sep07	\$4,315	\$60,410	
TOTAL	\$1,106,720	\$1,184,588		TOTAL	\$644,045	\$682,516		TOTAL	\$1,297,700	TOTAL	\$1,449,442		TOTAL	\$1,597,850	\$2,524,119	
ANN/%	\$13,280,640	8.90%		ANN/%	\$7,728,540	8.80%		ANN/%	\$15,572,400	ANN/%	\$19,174,200		ANN/%	\$19,174,200	13.20%	

SAMPLE NO:17 -				SAMPLE NO:18 -				SAMPLE NO:19 -				SAMPLE NO:20				
PAID: Oct 2008		PROJECTED		PAID: Nov 2008		PROJECTED		PAID: Dec 2008		PROJECTED		PAID: Jan 2009		PROJECTED		
INCURRED	\$ CLAIMS	SLAG	CLMS	INCURRED	\$ CLAIMS	SLAG	CLMS	INCURRED	\$ CLAIMS	INCURRED	SLAG	CLMS	INCURRED	\$ CLAIMS	PROJECTED	
MONTH	PAID			MONTH	PAID			MONTH	PAID	MONTH			MONTH	PAID	SLAG CLMS	
Oct08	\$359,448		\$0	Nov08	\$349,825		\$0	Dec08	\$496,920	Jan09		\$0	Jan09	\$254,842		\$0
Sep08	\$608,229	\$608,229		Oct08	\$801,751	\$801,751		Nov08	\$693,048	Dec08	\$693,048		Dec08	\$801,281	\$801,281	
Aug08	\$99,709	\$199,418		Sep08	\$53,134	\$106,268		Oct08	\$138,347	Nov08	\$276,694		Nov08	\$123,910	\$247,820	
Jul08	\$31,017	\$93,051		Aug08	\$32,803	\$98,409		Sep08	\$20,248	Oct08	\$60,744		Oct08	\$13,044	\$39,132	
Jun08	\$10,048	\$40,192		Jul08	\$2,900	\$11,600		Aug08	\$5,515	Sep08	\$22,060		Sep08	\$7,065	\$28,260	
May08	\$15,521	\$77,605		Jun08	\$6,498	\$32,490		Jul08	\$4,443	Aug08	\$22,215		Aug08	\$1,825	\$9,125	
Apr08	\$4,158	\$24,948		May08	\$2,443	\$14,658		Jun08	\$886	Jul08	\$5,316		Jul08	\$2,840	\$17,040	
Mar08	\$5,307	\$37,149		Apr08	\$1,832	\$12,824		May08	\$2,035	Jun08	\$14,245		Jun08	\$3,878	\$27,146	
Feb08	\$472	\$3,776		Mar08	\$321	\$2,568		Apr08	\$3,822	May08	\$30,576		May08	\$6,072	\$48,576	
Jan08	\$7,120	\$64,080		Feb08	\$1,763	\$15,867		Mar08	\$1,821	Apr08	\$16,389		Apr08	\$6,721	\$60,489	
Dec07	\$606	\$6,360		Jan08	\$584	\$5,840		Feb08	\$540	Mar08	\$5,400		Mar08	\$-600	\$-6,000	
Nov07	\$115	\$1,265		Dec07	\$440	\$4,840		Jan08	\$621	Feb08	\$6,831		Feb08	\$925	\$19,175	
Oct07	\$-2,899	\$-40,586		Nov07	\$1,434	\$20,076		Dec07	\$1,058	Jan08	\$14,812		Jan08	\$5,545	\$77,630	
TOTAL	\$1,138,851	\$1,115,187		TOTAL	\$1,255,728	\$1,127,191		TOTAL	\$1,369,304	TOTAL	\$1,168,330		TOTAL	\$1,227,348	\$1,360,674	
ANN/%	\$13,666,212	8.20%		ANN/%	\$15,068,736	7.50%		ANN/%	\$16,431,648	ANN/%	\$14,728,176		ANN/%	\$14,728,176	9.20%	

SAMPLE NO:21 -				SAMPLE NO:22 -				SAMPLE NO:23 -				SAMPLE NO:24 -				
PAID: Feb 2009		PROJECTED		PAID: Mar 2009		PROJECTED		PAID: Apr 2009		PROJECTED		PAID: May 2009		PROJECTED		
INCURRED	\$ CLAIMS	SLAG	CLMS	INCURRED	\$ CLAIMS	SLAG	CLMS	INCURRED	\$ CLAIMS	INCURRED	SLAG	CLMS	INCURRED	\$ CLAIMS	PROJECTED	
MONTH	PAID			MONTH	PAID			MONTH	PAID	MONTH			MONTH	PAID	SLAG CLMS	
Feb09	\$344,349		\$0	Mar09	\$277,073		\$0	Apr09	\$403,165	May09		\$0	May09	\$305,357		\$0
Jan09	\$588,031	\$588,031		Feb09	\$469,307	\$469,307		Mar09	\$513,843	Apr09	\$513,843		Apr09	\$604,664	\$604,664	
Dec08	\$159,741	\$319,482		Jan09	\$103,691	\$207,382		Feb09	\$46,266	Mar09	\$92,532		Mar09	\$68,746	\$137,492	
Nov08	\$28,113	\$84,339		Dec08	\$-42,035	\$-126,105		Jan09	\$22,954	Feb09	\$68,862		Feb09	\$33,997	\$101,991	
Oct08	\$16,532	\$66,128		Nov08	\$130,933	\$523,732		Dec08	\$17,193	Jan09	\$68,772		Jan09	\$28,977	\$115,908	
Sep08	\$2,273	\$11,365		Oct08	\$1,584	\$7,920		Nov08	\$15,289	Dec08	\$76,445		Dec08	\$34,739	\$173,695	
Aug08	\$8,780	\$52,680		Sep08	\$43,234	\$259,404		Oct08	\$1,216	Nov08	\$7,296		Nov08	\$4,494	\$26,964	
Jul08	\$2,581	\$18,067		Aug08	\$2,585	\$18,095		Sep08	\$1,331	Oct08	\$9,317		Oct08	\$3,972	\$27,804	
Jun08	\$1,791	\$14,328		Jul08	\$1,278	\$10,224		Aug08	\$1,072	Sep08	\$8,576		Sep08	\$1,823	\$14,584	
May08	\$1,593	\$14,337		Jun08	\$2,760	\$24,840		Jul08	\$684	Aug08	\$6,156		Aug08	\$2,580	\$23,220	
Apr08	\$206	\$2,060		May08	\$1,846	\$18,460		Jun08	\$435	Jul08	\$4,350		Jul08	\$1,138	\$11,380	
Mar08	\$376	\$4,136		Apr08	\$1,202	\$13,222		May08	\$968	Jun08	\$10,648		Jun08	\$308	\$3,388	
Feb08	\$1,204	\$16,856		Mar08	\$5,945	\$83,230		Apr08	\$-6	May08	\$-84		May08	\$1,058	\$14,812	
TOTAL	\$1,155,570	\$1,191,809		TOTAL	\$999,403	\$1,509,711		TOTAL	\$1,024,410	TOTAL	\$866,713		TOTAL	\$1,091,853	\$1,255,202	
ANN/%	\$13,866,840	8.60%		ANN/%	\$11,992,836	12.60%		ANN/%	\$12,292,920	ANN/%	\$13,102,236		ANN/%	\$13,102,236	9.60%	

----- SAMPLE NO:25 -----			----- SAMPLE NO:26 -----			----- SAMPLE NO:27 -----			----- SAMPLE NO:28 -----		
PAID: Jun 2009		PROJECTED	PAID: Jul 2009		PROJECTED	PAID: Aug 2009		PROJECTED	PAID: Sep 2009		PROJECTED
INCURRED	SCLAIMS	SLAG CLMS	INCURRED	SCLAIMS	SLAG CLMS	INCURRED	SCLAIMS	SLAG CLMS	INCURRED	SCLAIMS	SLAG CLMS
MONTH	PAID		MONTH	PAID		MONTH	PAID		MONTH	PAID	
Jun09	\$445,466	\$0	Jul09	\$387,981	\$0	Aug09	\$410,640	\$0	Sep09	\$452,108	\$0
May09	\$729,107	\$729,107	Jun09	\$518,631	\$518,631	Jul09	\$570,496	\$570,496	Aug09	\$485,575	\$485,575
Apr09	\$110,726	\$221,452	May09	\$67,331	\$134,662	Jun09	\$40,289	\$80,578	Jul09	\$51,290	\$102,580
Mar09	\$46,947	\$140,841	Apr09	\$71,019	\$213,057	May09	\$6,383	\$19,149	Jun09	\$13,650	\$40,950
Feb09	\$7,984	\$31,936	Mar09	\$17,048	\$68,192	Apr09	\$7,474	\$29,896	May09	\$3,661	\$14,644
Jan09	\$13,560	\$67,800	Feb09	\$4,391	\$21,955	Mar09	\$10,494	\$52,470	Apr09	\$18,742	\$93,710
Dec08	\$3,822	\$22,932	Jan09	\$1,077	\$6,462	Feb09	\$9,602	\$57,612	Mar09	\$999	\$5,994
Nov08	\$7,324	\$51,268	Dec08	\$712	\$4,984	Jan09	\$-585	\$-4,095	Feb09	\$-272	\$-1,904
Oct08	\$2,048	\$16,384	Nov08	\$384	\$3,072	Dec08	\$954	\$7,632	Jan09	\$1,443	\$11,544
Sep08	\$787	\$7,083	Oct08	\$2,632	\$23,688	Nov08	\$1,110	\$9,990	Dec08	\$617	\$5,553
Aug08	\$814	\$8,140	Sep08	\$764	\$7,640	Oct08	\$-1,108	\$-11,080	Nov08	\$45	\$450
Jul08	\$3,897	\$42,867	Aug08	\$1,193	\$13,123	Sep08	\$591	\$6,501	Oct08	\$660	\$7,260
Jun08	\$2,826	\$39,564	Jul08	\$1,207	\$16,898	Aug08	\$314	\$4,396	Sep08	\$528	\$7,392
TOTAL	\$1,375,308	\$1,379,374	TOTAL	\$1,074,370	\$1,032,364	TOTAL	\$1,056,654	\$823,545	TOTAL	\$1,029,046	\$773,748
ANN/%	\$16,503,696	8.40%	ANN/%	\$12,892,440	8.00%	ANN/%	\$12,679,848	6.50%	ANN/%	\$12,348,552	6.30%

SAMPLE NO:29 -			- SAMPLE NO:30 -			- SAMPLE NO:31 -			----- SAMPLE NO:32 -----		
PAID: Oct 2009		PROJECTED	PAID: Nov 2009		PROJECTED	PAID: Dec 2009		PROJECTED	PAID: Jan 2010		PROJECTED
INCURRED	SCLAIMS	SLAG CLMS	INCURRED	SCLAIMS	SLAG CLMS	INCURRED	SCLAIMS	SLAG CLMS	INCURRED	SCLAIMS	SLAG CLMS
MONTH	PAID		MONTH	PAID		MONTH	PAID		MONTH	PAID	
Oct09	\$2,129,700	\$0	Nov09	\$519,887	\$0	Dec09	\$466,471	\$0	Jan10	N/A	N/A
Sep09	\$466,238	\$466,238	Oct09	\$810,127	\$810,127	Nov09	\$501,988	\$501,988	Dec09	N/A	N/A
Aug09	\$133,671	\$267,342	Sep09	\$113,426	\$226,852	Oct09	\$117,565	\$235,130	Nov09	N/A	N/A
Jul09	\$6,321	\$18,963	Aug09	\$57,135	\$171,405	Sep09	\$25,770	\$77,310	Oct09	N/A	N/A
Jun09	\$7,978	\$31,912	Jul09	\$-16,561	\$-66,244	Aug09	\$21,157	\$84,628	Sep09	N/A	N/A
May09	\$16,042	\$80,210	Jun09	\$3,120	\$15,600	Jul09	\$2,971	\$14,855	Aug09	N/A	N/A
Apr09	\$2,588	\$15,528	May09	\$1,407	\$8,442	Jun09	\$2,550	\$15,300	Jul09	N/A	N/A
Mar09	\$4,974	\$34,818	Apr09	\$12,909	\$90,363	May09	\$177	\$1,239	Jun09	N/A	N/A
Feb09	\$697	\$5,576	Mar09	\$6,577	\$52,616	Apr09	\$11,668	\$93,344	May09	N/A	N/A
Jan09	\$1,139	\$10,251	Feb09	\$544	\$4,896	Mar09	\$73	\$657	Apr09	N/A	N/A
Dec08	\$467	\$4,670	Jan09	\$-674	\$-6,740	Feb09	\$1,080	\$10,800	Mar09	N/A	N/A
Nov08	\$149	\$1,639	Dec08	\$84	\$924	Jan09	\$663	\$7,293	Feb09	N/A	N/A
Oct08	\$50,047	\$700,658	Nov08	\$1,412	\$19,768	Dec08	\$44	\$616	Jan09	N/A	N/A
TOTAL	\$2,820,011	\$1,637,805	TOTAL	\$1,509,393	\$1,328,009	TOTAL	\$1,152,177	\$1,043,160	TOTAL	N/A	N/A
ANN/%	\$33,840,132	4.80%	ANN/%	\$18,112,716	7.30%	ANN/%	\$13,826,124	7.50%	ANN/%	N/A	N/A

Plan Name: Divisions

Valuation Date: 12/31/2009

Produced by: Actuarial-Work Products, Inc.

ADDRESSEES

ADDRESSEE 1 ID: A0001

NAME: Self-Funding Act Services
ADDR: 8025 North Point Blvd,, 207W
CITY: Winston-Salem
TEL: 336-759-2035

ST: NCZIP: 27106
FAX: 336-896-0392

CONTACT: Carlton Harker
EMAIL: harker2@earthlink.net

ADDRESSEE 2 ID: E0001

NAME:
ADDR: Court
CITY:
TEL: 2

ST: MDZIP: 21619
FAX: 410-604-3073

CONTACT:
EMAIL:

ADDRESSEE 3 ID: P0001

NAME: [@](mailto:) Associates
ADDR: [@](mailto:) e
CITY:
TEL:

ST: IDZIP: 83201
FAX: 208-237-9697

CONTACT:
EMAIL: [@](mailto:)

PLAN

PLAN ID: 001

NAME OF PLAN: - All Divisions

PLAN DOL NUMBER:

OTHER DESIGNATION:

BENEFITS INCLUDED: M: Y Rx: Y D: Y V: Y STD: N

CLAIMS OVER SPECIFIC: Included (Y/N): Y

INCURRED DATE --- INSTITUTIONAL CARE: (A) dmission or (D) ischarge: D

MATERNITY: (C) onception or (B) irth: B

CLAIM RESERVE PURPOSE: AICPA: Gov: X 990: 1041: MEWA: DOL:

VALUATION

VAL NUMBER: 10

VALUATION DATE MONTH & YEAR: Dec 2009

CODE RANGE FOR SAMPLING PURPOSES: Jun 2007 TO Dec 2009

BASIS OF ANNUALIZED CLAIMS: MOST RECENT 12 MONTHS x 1.00

PRIOR RESERVE TESTING:

VAL CODE	COMPUTED RESERVE \$
Sep 2008	1023674
Dec 2008	1143595
Mar 2009	1334859
Jun 2009	1179570
Sep 2009	1117475

MISCELLANEOUS VALUES

USER CODE: 005 USER NAME:
VAL CODE: 00110 REQUESTED: 01/13/2010 02:33:02 PM COMPUTER: 648I SERV VERSION: v20091220
STATUS: CLAIMS COLLECTED REQUEST: REQUESTXX PRINTED: 01/13/2010 BROWSER: Mozilla/4.0
R: 0.083 F: 1.000 MRM: 12 01:42:10 PM NUMBER: 71
TEST METHOD: 1109375.677 MRM2: 31 (compati IP ADDRESS: 24.145.114.16
CGT: 15515543.000 RGT: 2.564
C: 15515543.000 SD: 348011.935

PAID MO	CLAIMS \$
Jan 2009	1227348.000
Feb 2009	1155570.000
Mar 2009	999403.000
Apr 2009	1024410.000
May 2009	1091853.000
Jun 2009	1375308.000
Jul 2009	1074370.000
Aug 2009	1056654.000
Sep 2009	1029046.000
Oct 2009	2820011.000
Nov 2009	1509393.000
Dec 2009	1152177.000

TOTAL 15515543.000 * 1.000 = 15515543.000 = C
C * R: 15515543.000 * 0.083 = 1287790.069 = CLAIM RESERVES

PRIOR-VALUATION DETAILS

Plan Name: n - All Divisions Valuation Date: 12/31/2009 Produced by: Actuarial-Work Products, Inc.

Oct08	Nov08	Dec08	Jan09	Feb09	Mar09	Apr09	May09	Jun09	Jul09	Aug09	Sep09
608229	53134	20248	7065	2273	43234	1331	1823	787	764	591	528
99709	32803	5515	1825	8780	2585	1072	2580	814	1193	314	
1017	2900	4443	2840	2581	1278	684	1138	3897	1207		
10048	6498	886	3878	1791	2760	435	308	2826			
15521	2443	2035	6072	1593	1846	968	1058				
4158	1832	3822	6721	206	1202	-6					
5307	321	1821	-600	376	5945						
472	1763	540	925	1204							
7120	584	621	5545								
606	440	1058									
115	1434										
-2899											

779403T 104152T 40989T 34271T 18804T 58850T 4484T 6907T 8324T 3164T 905T 528T
 *** MONTHS = 13 *** PERCENT = 100% *** PRIOR RESERVE = 1023674 *** ACTUAL / EXPECTED = 1060781 / 1023674 = 1.036

Jan09	Feb09	Mar09	Apr09	May09	Jun09	Jul09	Aug09	Sep09	Oct09	Nov09	Dec09
801281	159741	-42035	17193	34739	3822	712	954	617	467	84	44
123910	28113	130933	15289	4494	7324	384	1110	45	149	1412	
13044	16532	1584	1216	3972	2048	2632	-1108	660	50047		
7065	2273	43234	1331	1823	787	764	591	528			
1825	8780	2585	1072	2580	814	1193	314				
2840	2581	1278	684	1138	3897	1207					
3878	1791	2760	435	308	2826						
6072	1593	1846	968	1058							
6721	206	1202	-6								
-600	376	5945									
925	1204										
5545											

972506T 223190T 149332T 38182T 50112T 21518T 6892T 1861T 1850T 50663T 1496T 44T
 *** MONTHS = 12 *** PERCENT = 100% *** PRIOR RESERVE = 1143595 *** ACTUAL / EXPECTED = 1517646 / 1143595 = 1.327

Apr09	May09	Jun09	Jul09	Aug09	Sep09	Oct09	Nov09	Dec09	Jan10	Feb10	Mar10
513843	68746	46947	17048	10494	999	4974	6577	73			
46266	33997	7984	4391	9602	-272	697	544	1080			
22954	28977	13560	1077	-585	1443	1139	-674	663			
17193	34739	3822	712	954	617	467	84	44			
15289	4494	7324	384	1110	45	149	1412				
1216	3972	2048	2632	-1108	660	50047					
1331	1823	787	764	591	528						
1072	2580	814	1193	314							
684	1138	3897	1207								
435	308	2826									
968	1058										
-6											

621245T 181832T 90009T 29408T 21372T 4020T 57473T 7943T 1860T
 *** MONTHS = 9 *** PERCENT = 97% *** PRIOR RESERVE = 1334859 *** ACTUAL / EXPECTED = 1015162 / 1294813 = 0.784

Jul09	Aug09	Sep09	Oct09	Nov09	Dec09	Jan10	Feb10	Mar10	Apr10	May10	Jun10
518631	40289	13650	7978	3120	2550						
67331	6383	3661	16042	1407	177						
71019	7474	18742	2588	12909	11668						
17048	10494	999	4974	6577	73						
4391	9602	-272	697	544	1080						
1077	-585	1443	1139	-674	663						
712		617	467	84	44						
384	954										
2632	1110	45	149	1412							
764	-1108	660	50047								
1193	591	528									
1207	314										

686389T 75518T 40073T 84081T 25379T 16255T
 *** MONTHS = 6 *** PERCENT = 90% *** PRIOR RESERVE = 1179570 *** ACTUAL / EXPECTED = 927695 / 1061613 = 0.874