

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION

**Independent Auditors' Report on
Compliance and Internal Controls**

December 31, 2006



Mary Taylor, CPA
Auditor of State

Board of Trustees
Miami Valley Risk Management Association
4625 Presidential Way
Kettering, Ohio 45429

We have reviewed the *Independent Auditors' Report* of the Miami Valley Risk Management Association, Montgomery County, prepared by Clark, Schaefer, Hackett & Co., for the audit period January 1, 2006 through December 31, 2006. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Miami Valley Risk Management Association is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

July 9, 2007

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Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*

Board of Trustees
Miami Valley Risk Management Association
Kettering, OH

We have audited the financial statements of Miami Valley Risk Management Association (the Association), as of and for the year ended December 31, 2006, which collectively comprise the Association's basic financial statements, wherein we noted the Association implemented GASB Statement No. 44, *Economic Condition Reporting: The Statistical Section*, GASB Statement No. 46, *Net Assets Restricted by Enabling Legislation*, and GASB Statement No. 47, *Accounting for Termination Benefits* and have issued our report thereon dated May 23, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Association's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing an opinion on the financial statements and not for the purpose of expressing an opinion on the effectiveness of the Association's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Association's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Board of Trustees, the finance committee and the management of the Association and is not intended to be and should not be used by anyone other than these specified parties.

Clark, Schafer, Hackett & Co.

Springfield, Ohio
May 23, 2007

MVRMA

Miami Valley Risk Management Association

COMPREHENSIVE ANNUAL FINANCIAL REPORT YEAR ENDED DECEMBER 31, 2006

**Serving the Cities of Southwest Ohio since 1988
Headquartered in Kettering, Ohio**

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION

Headquartered in Kettering, Ohio

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended December 31, 2006

Published June 20, 2007

Prepared by:

Kathy St. Pierre, Administrative Assistant

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MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Year Ended December 31, 2006

TABLE OF CONTENTS

INTRODUCTORY SECTION

	<u>Page</u>
Letter of Transmittal	i - vi
Members of the MVRMA Board of Trustees	vii
Officers of the MVRMA Board of Trustees	viii
MVRMA Organization Chart	ix
Certificate of Achievement for Excellence in Financial Reporting	x

FINANCIAL SECTION

Independent Auditors' Report	1 - 2
Management's Discussion and Analysis	3 - 7

AUDITED GENERAL PURPOSE FINANCIAL STATEMENTS

Statements of Net Assets	8
Statements of Revenue and Expenses & Changes in Net Assets	9
Statements of Cash Flows	10 - 11
Notes to Financial Statements	12 - 23

REQUIRED SUPPLEMENTARY INFORMATION

Comparative Schedule of Claim Development, Earned Assessments & Unallocated Expenses	25
Reconciliation of Claims Liabilities by Type of Contract (12/31/06)	26
Reconciliation of Claims Liabilities by Type of Contract (12/31/05)	27

ACTUARIAL SECTION

	<u>Page</u>
Report of Independent Actuaries	29
Introduction	30
Purpose	31
Definitions	31
Data	31
Assumptions & Limitations	32
Methodology Employed & Description of Exhibits	33
Unallocated Loss Expense Reserve	35
Summary & Conclusions	36
Consultation & Distribution	36
 ACTUARIAL EXHIBITS	
Exhibit 1: Indicated Reserves	37
Exhibit 2: Summary of Estimated Ultimate Retained Losses	38
Exhibit 3: Comparison of Ultimate Estimates (Automobile Liability)	39
Exhibit 4: Comparison of Ultimate Estimates (General Liability)	40
Exhibit 5: Comparison of Ultimate Estimates (Property)	41
 Appendix A	
Derivation of Estimated Ultimate Losses (Automobile Liability)	42
Derivation of Estimated Ultimate Losses (General Liability)	43
Derivation of Estimated Ultimate Losses (Property)	44

	<u>Page</u>
Appendix B	
Ultimate Loss Based on Incurred Loss Development (Auto Liability)	45
Incurred Loss Development (Auto Liability)	46 – 47
Cumulative Incurred Loss (Auto Liability)	48 – 49
Ultimate Loss Based on Paid Loss Development (Auto Liability)	50
Paid Loss Development (Auto Liability)	51 - 52
Cumulative Paid Loss (Auto Liability)	53 – 54
Ratio of Cumulative Paid Loss to Cumulative Incurred Loss (Auto Liability)	55 – 56
Ultimate Loss Based on Average Incurred Loss per Reported Claim Development (Auto Liability)	57
Cumulative Incurred Loss per Cumulative Reported Claims Development (Auto Liability)	58 – 59
Cumulative Incurred Loss per Cumulative Reported Claims (Auto Liability)	60 – 61
Ultimate Loss Based on Average Paid Loss per Closed Claim Development (Auto Liability)	62
Cumulative Paid Loss per Cumulative Closed Claims Development (Auto Liability)	63 – 64
Cumulative Paid Loss per Cumulative Closed Claims (Auto Liability)	65 – 66
Ultimate Claims Based on Reported Claim Development (Auto Liability)	67
Reported Claim Development (Auto Liability)	68 – 69
Cumulative Reported Claims (Auto Liability)	70 – 71
Ultimate Claims Based on Closed Claim Development (Auto Liability)	72
Closed Claim Development (Auto Liability)	73 – 74

	<u>Page</u>
Cumulative Closed Claims (Auto Liability)	75 – 76
Ratio of Cumulative Closed Claims to Cumulative Reported Claims (Auto Liability)	77 – 78
Ultimate Loss Based on Incurred Loss Development (General Liability)	79
Incurred Loss Development (General Liability)	80 – 81
Cumulative Incurred Loss (General Liability)	82 – 83
Ultimate Loss Based on Paid Loss Development (General Liability)	84
Paid Loss Development (General Liability)	85 – 86
Cumulative Paid Loss (General Liability)	87 – 88
Ratio of Cumulative Paid Loss to Cumulative Incurred Loss (General Liability)	89 – 90
Ultimate Loss Based on Average Incurred Loss per Reported Claim Development (General Liability)	91
Cumulative Incurred Loss per Cumulative Reported Claims Development (General Liability)	92 – 93
Cumulative Incurred Loss per Cumulative Reported Claims (General Liability)	94 – 95
Ultimate Loss Based on Average Paid Loss per Closed Claim Development (General Liability)	96
Cumulative Paid Loss per Cumulative Closed Claims Development (General Liability)	97 – 98
Cumulative Paid Loss per Cumulative Closed Claims (General Liability)	99 – 100
Ultimate Claims Based on Reported Claim Development (General Liability)	101
Reported Claim Development (General Liability)	102 – 103

	<u>Page</u>
Cumulative Reported Claims (General Liability)	104 – 105
Ultimate Claims Based on Closed Claim Development (General Liability)	106
Closed Claim Development (General Liability)	107 – 108
Cumulative Closed Claims (General Liability)	109 – 110
Ratio of Cumulative Closed Claims to Cumulative Reported Claims (General Liability)	111 – 112
Ultimate Loss Based on Incurred Loss Development (Property)	113
Incurred Loss Development (Property)	114 – 115
Cumulative Incurred Loss (Property)	116 – 117
Ultimate Loss Based on Paid Loss Development (Property)	118
Paid Loss Development (Property)	119 – 120
Cumulative Paid Loss (Property)	121 – 122
Ratio of Cumulative Paid Loss to Cumulative Incurred Loss (Property)	123 – 124
Ultimate Loss Based on Average Incurred Loss per Reported Claim Development (Property)	125
Cumulative Incurred Loss per Cumulative Reported Claims Development (Property)	126 – 127
Cumulative Incurred Loss per Cumulative Reported Claims (Property)	128 – 129
Ultimate Loss Based on Average Paid Loss per Closed Claim Development (Property)	130
Cumulative Paid Loss per Cumulative Closed Claims Development (Property)	131 – 132
Cumulative Paid Loss per Cumulative Closed Claims (Property)	133 – 134

	<u>Page</u>
Ultimate Claims Based on Reported Claim Development (Property)	135
Reported Claim Development (Property)	136 – 137
Cumulative Reported Claims (Property)	138 – 139
Ultimate Claims Based on Closed Claim Development (Property)	140
Closed Claim Development (Property)	141 – 142
Cumulative Closed Claims (Property)	143 – 144
Ratio of Cumulative Closed Claims to Cumulative Reported Claims (Property)	145 – 146
 Appendix C	
Automobile Liability (Ultimate Loss Estimate for Accident Years 2005 & 2006)	147
Automobile Liability (Ultimate Loss Estimate for Accident Years 2005 & 2006) Industry Expected Excess Loss above \$250,000 \$1,000,000 Retention Level	148
General Liability (Ultimate Loss Estimate for Accident Years 2005 & 2006)	149
General Liability (Ultimate Loss Estimate for Accident Years 2005 & 2006) Industry Expected Excess Loss above \$250,000 \$1,000,000 Retention Level	150
Property (Ultimate Loss Estimate for Accident Year 2006)	151
Ultimate Loss Based on Bornhuetter-Ferguson Using Exposures And Incurred Losses (Accident Years 2005 & 2006)	152
Ultimate Loss Based on Bornhuetter-Ferguson Using Exposures And Paid Losses (Accident Years 2005 & 2006)	152
 Appendix D	
Statement of Actuarial Opinion	153 – 155

STATISTICAL SECTION

Statistical Section Table of Contents	157
Schedule 1 – Net Assets by Component	158
Schedule 2 – Changes in Net Assets	159
Schedule 3 – Loss Development Report – Comparison of Dollar Losses and Claims Counts by Loss Year	160
Schedule 4 – Annual Contributions by Member and Year	161
Schedule 5 – Risk Exposure Worksheet (Summary)	162
Risk Exposure Worksheets (By City)	
Schedule 6 - City of Beavercreek	163
Schedule 7 - City of Bellbrook	164
Schedule 8 - City of Blue Ash	165
Schedule 9 - City of Centerville	166
Schedule 10 - City of Englewood	167
Schedule 11 - City of the Village of Indian Hill	168
Schedule 12 - City of Kettering	169
Schedule 13 - City of Madeira	170
Schedule 14 - City of Mason	171
Schedule 15 - City of Miamisburg	172
Schedule 16 - City of Montgomery	173
Schedule 17 - City of Piqua	174
Schedule 18 - City of Sidney	175
Schedule 19 - City of Springdale	176

	<u>Page</u>
Schedule 20 – City of Tipp City	177
Schedule 21 - City of Troy	178
Schedule 22 - City of Vandalia	179
Schedule 23 - City of West Carrollton	180
Schedule 24 - City of Wilmington	181
Schedule 25 - City of Wyoming	182
Schedule 26 – Operating Information by Component	183



June 20, 2007

Ms. Sue Knight, President, & the Board of Trustees
of the MIAMI VALLEY RISK MANAGEMENT ASSOCIATION

Re: MVRMA CAFR for the Period Ended December 31, 2006

Dear MVRMA President and Members of the MVRMA Board of Trustees:

The Comprehensive Annual Financial Report of the Miami Valley Risk Management Association for the year ended December 31, 2006 is submitted herewith.

The preparation of this report reflects the efforts of the MVRMA Administrative Assistant under the general direction of the MVRMA Executive Director and Board of Trustees. The purpose of this report is to provide complete and reliable information as a basis for making management decisions, as a means for determining compliance with legal requirements, as a means for determining funding adequacy including funding for losses and loss adjustment expense reserves and as a means for demonstrating responsible stewardship over the assets contributed by MVRMA's member cities.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Clark, Schaefer, Hackett & Co., Certified Public Accountants, have issued an unqualified ("clean") opinion on MVRMA's financial statements for the year ended December 31, 2006. The independent auditor's report is included in the front of the Financial Section, which immediately follows the Introductory Section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Following the Financial Section are the Actuarial and Statistical sections. The Actuarial Section includes the independent actuary's opinion on the unpaid loss and loss adjustment expense reserves, including incurred but not reported (IBNR) claims and related exhibits. The Statistical Section includes financial trends

information, revenue capacity information, demographic and economic information and operating information for the last ten years.

Profile of the Reporting Entity

MVRMA is a consortium of municipalities located in southwest Ohio which formed an Association under Section 2744.081 of the Ohio Revised Code (ORC) to act collectively in addressing its members' risk management and risk financing needs. It was incorporated on December 1, 1988, with six (6) charter members, including the cities of Beavercreek, Kettering, Miamisburg, Vandalia, West Carrollton and Wilmington. As of December 31, 2006, MVRMA had grown to twenty (20) members, with Troy joining in 1989, Montgomery joining in 1990, Springdale joining in 1991, Blue Ash and Wyoming joining in 1992, Indian Hill and Sidney joining in 1993, Madeira joining in 1994, Tipp City joining in 1996, Mason joining in 1997, Piqua joining in 2002 and the Cities of Englewood, Bellbrook and Centerville joining in 2004. The Association provides a combination of self-insurance, insurance and reinsurance for its members' property/casualty exposures; provides a companion workers' compensation group rating program for qualified members; administers a claims/litigation management program; provides extensive safety/loss control consulting and training; and acts as a clearing house for risk-related information and financial reporting services for its members.

MVRMA management, under the direction of the Board of Trustees' Finance Committee, annually prepares a budget to provide for operating expenses and loss funding for the upcoming year. All loss funds are segregated by loss year, and claims are paid from the funds collected for the corresponding occurrence date. Each year's loss funding contribution is determined by an actuarial study conducted by an independent actuary. Should any year's operating expenses or losses exceed that particular year's contributions, the Board of Trustees may call for supplementary payments from members, including withdrawn or expelled members, for the years of their membership.

Economic Condition and Outlook

MVRMA members are generally situated along the "I-75 Corridor" in the southwest quadrant of the state of Ohio. With core cities of Dayton and Cincinnati, the area is considered a diversified industrial metropolitan area.

Dayton Area

Although not dire, unemployment in the Dayton area has been a concern. The local unemployment rate stayed flat in 2006 at 5.5% and is projected to rise to a range of 5.8-6% in 2007. The area is expected to continue to lose manufacturing jobs, but openings in other sectors should be available. The business services sector, which added 2000 jobs in 2006, is expected to continue to grow as are positions in health care, information technology and financial services. Construction employment is expected to remain stable. Overall, the net job growth for 2007 is projected at one-half of one percent.

Sandra Pianalto, president of the Federal Reserve Bank of Cleveland, stated the future of the Dayton area lies in boosting the educated base and spurring innovation. With 26 institutions of higher learning, including law and medical schools, within a 35-mile radius of Dayton, educational opportunities abound. By creating job opportunities for these graduates here in Ohio, we can begin to address Ms. Pianalto's concerns. The City of Dayton is addressing those concerns with the advent of Tech Town, a business park in Downtown Dayton catering to high-tech companies. Additionally, the Dayton Development Coalition has launched an \$18.8 million entrepreneur fund that will target young companies that are applying newly developed advanced technologies. The area should also benefit from the BRAC decisions that are expected to move more than 1500 high-end scientists and researchers to Wright Patterson Air Force Base by 2011.

Home sales in the region have been sluggish, but this slow-down may simply be a correction in what was considered a robust housing market. In 2006, 14,478 single family homes changed hands compared with 14,618 in 2005. Housing prices haven't fluctuated significantly, although in 2006, the average price depreciated for the first time in three decades. Overall, new home construction is expected to continue to decline in 2007, but the second half of the year should be better than the first half.

Retail commercial real estate has done well in this market. The Greene, a \$186 million open air shopping and entertainment complex opened in Beavercreek in 2006. It will expand further in 2008 with the opening of the Von Maur department store. The Dayton Mall, the region's oldest indoor mall, added 96,000 square feet to its property with the opening of its Village concept.

The market for industrial warehouse space held its own in 2006. Favorable interest rates have encouraged some development in the region, but mostly for single-tenant, owner-occupied buildings. Lease rates remain unchanged. Communities north of Dayton (i.e., Troy, Piqua,, etc.) have done well with leasing and adding large industrial buildings.

Other significant commercial construction in the region includes the \$195 million campus being built by Middletown Regional Hospital, Miami Valley Hospital's \$80 million outpatient and emergency-room facility, which will open in Centerville in October, and the \$230 million Dayton Waterfront project, a retail, office and residential center being planned near Fifth Third Field in Downtown Dayton

Cincinnati Area

As in the Dayton area, the loss of manufacturing jobs hit the Cincinnati region hard. Since May 2000, the local economy has lost 25,000 jobs. This year, the unemployment rate is expected to increase to 5.6% from a rate of 5.2% in 2006. Job growth is expected to slow from 1.8% to 1.5%. But, even with these statistics, the City of Cincinnati was ranked 56th in Forbes' 100 Best Cities for Jobs, up one place from its 2006 ranking, and ahead of most cities in the region.

The Cincinnati area's diversified economy, competitive cost structure, skilled workforce, international airport and easy access to national and regional markets continue to provide a strong foundation for future growth. Nationally, Cincinnati ranks in the top ten markets for Fortune 500 firms, and with its availability of affordable land, it could begin to attract additional business. Not wanting to leave its future to chance, the city recently formed a public-private team to develop an action plan that will grow the population, tax base and neighborhoods, with the knowledge that a revitalized Cincinnati is the key to the region's overall success. This initiative is GO Cincinnati, an acronym for "Growth" and "Opportunity."

Like Dayton, home sales in the Cincinnati area have continued their slump. In January 2007, there were 1366 closings compared to 1387 during the same month last year. Drees, Cincinnati's largest home builder, eliminated 30 jobs in 2006, and many of its competitors have followed suit. Housing starts are expected to fall 10% this year. However, local economists view this "crisis" as more of a "correction." Until recently, the Cincinnati area was one of the country's hottest housing markets.

In the next two years, the area will invest more than \$450 million in the construction of new medical centers, hospitals and other health care-related facilities. Projects already underway include the Health Alliance's West Chester Medical Center, Amylin Pharmaceuticals Inc.'s manufacturing facility and Cincinnati Children's Hospital Medical Center's emergency center. And, each of these projects has expansion plans.

Reinsurance Market Outlook

The property marketplace lost a great deal of capacity and hardened in the middle to latter part of 2006. It seemed to reach its lowest point in December and included January 2007 renewals. Since that time, the market seems to have softened a bit, albeit from a very hard level. As of early spring 2007, this market has added capacity, as demonstrated by increased availability of higher limits for earthquake, flood and especially wind along the Atlantic and Gulf coasts. For accounts situated in the mid-part of the United States, with little or no catastrophic exposure, the softening trend should result in renewal rates that are down slightly. This trend is expected to continue throughout the balance of 2007 subject to a moderate hurricane season. As carriers continue to review their experience from the hurricanes of 2005, they have made a concerted effort to revamp and adjust their underwriting models. One part of the modeling process that has been very weak is the availability of complete and accurate location, construction and occupancy information. Accounts that can't provide this information with a sufficient level of detail, will incur rate increases in spite of a softening market. The liability market continued to soften in 2006 as the emergence of new carriers caused modest rate reductions and enhanced terms and conditions. That trend is also expected to continue in 2007. The crime marketplace remains flat and stable.

Long-term Financial Planning

Having found what it considers a successful formula for long-term financial planning, MVRMA continues to expand on the following previously developed programs:

- MVRMA's Shock Loss Fund (SLF), which was established as an internal funding mechanism to replace costly stop loss insurance, is nearing its moving target of being equivalent to the current year's annual loss fund.
- Participation in the insurance captive, Government Entities Mutual (GEM), has stabilized casualty premiums by allowing MVRMA to distance itself from the commercial insurance market.
- Maintaining its relationship with Bond-Tech, an investment consultant, has proven so successful, MVRMA recently increased its target investment from \$8 million to \$10 million.
- Responding to the results of its 2006 business growth plan, MVRMA is continuing to discuss membership with four cities in the Columbus area.

Relevant Financial Policies

The Amended Agreement and Bylaws of MVRMA provide the fiscal requirements of the association including: requiring approval of the preliminary budget by September 30 each year and the final budget by December 31; identifying the underwriting information used to establish each member's pool contribution factor; defining when supplementary payments shall be required and when and how surplus funds may be distributed to the membership.

MVRMA adopted its Cash and Investment Policy in 1991 to indicate a conscious, formal effort to develop, implement and monitor the investment of all MVRMA funds. It was last amended in 2003 but is reviewed regularly. The policy permits MVRMA to invest in the type of securities described in the Ohio Revised Code or permitted by the Ohio Uniform Depository Act.

Major MVRMA Initiatives During 2006

The fiscal period ending December 31, 2006, was a busy and productive year for MVRMA. Among the Association's achievements were the following:

- The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Miami Valley Risk Management

Association for its comprehensive annual financial report for the fiscal year ended December 31, 2005.

- Staff completed an analysis of each member's losses including the comparison of payouts to premium contribution, frequency of claims, claim trends and the correlation between claims and their cause. Site visits were conducted with the seven members whose loss to premium ratio exceeded the industry standard of 60%.
- The Executive Director served on the Board of Directors of GEM.
- As a result of the growth impact study completed by Godbold, Malpere & Co., the Board added four cities in the Columbus area to the "approved list" for marketing purposes.
- Staff developed a power point presentation which provides an overview of MVRMA and its operations.
- The Board approved a new three-year contract with Godbold, Malpere & Co. for actuarial services.
- During August 2006, ten member cities made re-application to the Ohio Bureau of Workers' Compensation to form a Workers' Compensation Group Rating Program for 2007. The 2006 Group, which made its payment in 2007, saved approximately \$507,000.
- The MVRMA Board reviewed and amended the following policies: Travel and Business Expense Policy, the Personnel & Compensation Policy and the Litigation Management Policy.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to MVRMA for its comprehensive annual financial report for the fiscal year ended December 31, 2005. This was the fourteenth consecutive year that MVRMA has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Since 1994, MVRMA has received continuous recognition from AGRIP (Association of Governmental Risk Pools) for being in general compliance with AGRIP's Advisory Standards for public entity pools. MVRMA's most recent recognition was acknowledged in January for the period 2007-2010 as a result of the self assessment submitted in December 2006.

Acknowledgements

I would like to express my appreciation for the help and assistance provided by other members of the MVRMA Staff, the MVRMA Board of Trustees and Alternate Trustees, the various Board Committee Chairpersons and Committee Members and each employee of our member Cities for their dedication to the principles of risk management, loss control and governmental pooling.

Submitted by:

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION



Kathy St. Pierre, MVRMA Administrative Assistant

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION

MEMBERS OF THE BOARD OF TRUSTEES

As of

December 31, 2006

<u>Member City</u>	<u>Trustee</u>	<u>Alternate</u>
Beavercreek	Carol Becker	Diane Gould
Bellbrook	David A. Helling	Kimberly A. Poorman
Blue Ash	James Pfeffer	Sherry Poppe
Centerville	Mark Schlagheck	Gregory Horn
Englewood	Eric A. Smith	Janine Cooper
Indian Hill	Michael W. Burns	David M. Couch
Kettering	Nancy Gregory	Estelle Gibson
Madeira	Thomas Moeller	Kimberly Lapensee
Mason	Eric Hansen	Mary Mueller
Miamisburg	John Weithofer	Doris Bruck
Montgomery	Wayne Davis	Cheryl Hilvert
Piqua	Gary Lucas	Elaine G. Barton
Sidney	Thomas Judy	Ginger Adams
Springdale	Derrick Parham	Cecil Osborn
Tipp City	Richard Drennen	David A. Collinsworth
Troy		Sue Knight
Vandalia	Julie Trick	James A. Bell
West Carrollton	Thomas Reilly	G. Tracy Williams
Wilmington	Laura A. Curliss	Dan Mongold
Wyoming	Robert W. Harrison	Jenny Chavarria

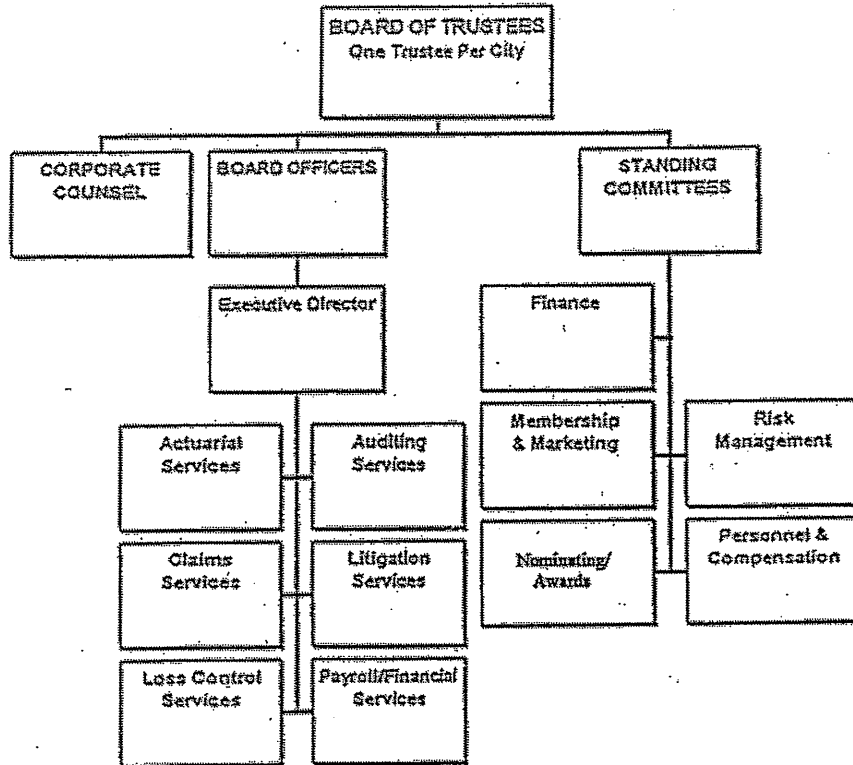
MIAMI VALLEY RISK MANAGEMENT ASSOCIATION

OFFICERS OF THE MVRMA BOARD OF TRUSTEES

January 1, 2006 through December 31, 2006

<u>Board Officer</u>	<u>Board Member</u>	<u>City</u>
MVRMA President	Sue Knight	Troy
MVRMA Vice-President	Thomas Reilly	West Carrollton
MVRMA Treasurer	Mark Schlagheck	Centerville
MVRMA Secretary	Julie Trick	Vandalia

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION Organization Chart



2006 MVRMA Membership

December 31, 2006

Beavercreek	Montgomery
Bellbrook	Piqua
Blue Ash	Sidney
Centerville	Springdale
Englewood	Tipp City
Indian Hill	Troy
Kettering	Vandalia
Madeira	West Carrollton
Mason	Wilmington
Miamisburg	Wyoming

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Miami Valley
Risk Management Association
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2005

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "Thomas J. Blum".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

Independent Auditors' Report

Board of Trustees
Miami Valley Risk Management Association
Kettering, Ohio

We have audited the accompanying financial statements of the Miami Valley Risk Management Association (the Association), as of and for the years ended December 31, 2006 and 2005, which collectively comprise the Association's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Association, as of December 31, 2006 and 2005, and the respective changes in financial position and cash flows, thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1 of the notes to the financial statements, the Association has implemented for the year ended December 31, 2006, Governmental Accounting Standards Board Statement No. 44, *Economic Condition Reporting: The Statistical Section*, Governmental Accounting Standards Board Statement No. 46, *Net Assets Restricted by Enabling Legislation*, and Governmental Accounting Standards Board Statement No. 47, *Accounting for Termination Benefits*.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 23, 2007 on our consideration of the Association's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered on assessing the results of our audit.

The Management's Discussion and Analysis on pages 3 – 7 and claim information on pages 25 – 27 are not required parts of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Association's basic financial statements. The introductory section on pages i – x, the actuary report on pages 29 – 155 and the statistical data on pages 157 – 183 are presented for the purpose of additional analysis and are not a required part of the basic financial statements of the Association. Such additional information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

Clark, Schaefer, Hackett & Co.

Springfield, Ohio
May 23, 2007

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Management's Discussion And Analysis
For The Years Ended December 31, 2006 And 2005

The management of the Miami Valley Risk Management Association (MVRMA or Association) provides the following introduction, overview and analysis of MVRMA's financial statements for the years ended December 31, 2006 and December 31, 2005. This discussion and analysis is designed to assist the reader in focusing on significant financial issues and activities and to identify any significant changes in financial position. We encourage the reader to consider the information presented here in conjunction with the basic financial statements taken as a whole.

The Association

MVRMA is a consortium of municipalities located in southwest Ohio, which formed an Association under Section 2744.081 of the Ohio Revised Code (ORC) to act collectively in addressing its members' risk management and risk financing needs. It became operational in December 1988 with six charter members and now has twenty members.

Basic Financial Statements and Presentation

Effective January 1, 2004, MVRMA implemented the provisions of Governmental Accounting Standards Board (GASB) Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments.

The financial statements presented by the Association are the Statement of Net Assets, the Statement of Revenues, Expenses and Changes in Net Assets, and the Statements of Cash Flows. These statements are presented using the accrual basis of accounting. Revenues are recognized when earned and measurable, not when received. Expenses are recognized when they are incurred, not when paid. Capital assets are capitalized and depreciated over their estimated useful lives. The Association is structured with one enterprise fund.

The Statement of Net Assets

The Statement of Net Assets presents information on all of the Association's assets and liabilities. Assets consist mainly of cash and investments. Liabilities consist mainly of claims reserves and members' refunds.

Claims reserves are liabilities carried for net unpaid losses and loss adjustment expenses. They are established annually with the assistance of an outside actuary based on statistical models. In 2006, claims reserves decreased \$497,970 or 11% because prior years matured favorably. In 2005, claims reserves decreased \$134,386 or 2.86% because prior years matured favorably.

For 2006 and 2005, members' refunds are the funds being held in MVRMA's General Reserve Fund (GRF). The General Reserve Fund was established with surplus loss funds from closed loss years. Its accounting is designed to preserve each member's percentage ownership. Funds are available to be paid to members upon request. The funds in closed loss year 12, as of 2004, were used to make an additional surplus contribution in 2005 to the Government Entities Mutual, Inc. (GEM), a captive insurance company that reinsures MVRMA and other public entity risk pools.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.Management's Discussion And Analysis
For The Years Ended December 31, 2006 And 2005

Net assets are divided into two categories, capital assets and unrestricted. The capital assets represent the net book value of property and equipment, while the remaining net asset amount is unrestricted for future use by the Association. Net assets increased \$2,029,929 or 83 percent from 2004 to 2005. Net assets increased \$2,727,742 or 61 percent from 2005 to 2006.

Net Assets

	<u>2006</u>	<u>2005</u>	<u>2004</u>
CURRENT ASSETS			
Cash and cash equivalents	\$ 4,212,926	\$ 4,569,319	\$ 5,703,365
Accounts receivable:			
Claims deductibles	53,255	64,753	44,786
Interest and other	59,645	33,607	35,894
Prepaid Expenses	151,173	124,700	7,965
NONCURRENT ASSETS			
Investments	8,229,274	5,714,456	3,002,580
Property and Equipment less depreciation	<u>15,420</u>	<u>19,278</u>	<u>24,215</u>
Total assets	<u>12,721,693</u>	<u>10,526,113</u>	<u>8,818,805</u>
CURRENT LIABILITIES			
Claims reserve	4,060,226	4,558,196	4,692,582
Members' refunds	1,336,189	1,348,854	1,604,466
Members' credits	100,000	111,749	49,999
Accounts payable and accrued liabilities	<u>21,691</u>	<u>31,469</u>	<u>25,842</u>
Total current liabilities	<u>5,518,106</u>	<u>6,050,268</u>	<u>6,372,889</u>
TOTAL NET ASSETS			
Invested in capital assets	15,420	19,278	24,215
Unrestricted	<u>7,188,167</u>	<u>4,456,567</u>	<u>2,421,701</u>
Total net assets	<u>\$ 7,203,587</u>	<u>\$ 4,475,845</u>	<u>\$ 2,445,916</u>

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Management's Discussion And Analysis
For The Years Ended December 31, 2006 And 2005

% of Claims Reserves by Line of Business
As of December 31,

<u>Line of Business</u>	<u>2006</u>	<u>2005</u>
Auto Liability	25.748%	36.411%
General Liability	52.735%	47.577%
Property	21.517%	16.012%

The Statements of Revenues, Expenses and Changes in Net Assets

The Statement of Revenues, Expenses and Changes in Net Assets present information showing how the Association's net assets changed during the year. As noted previously, MVRMA's net assets increased 83% from 2004 to 2005 and increased 61% from 2005 to 2006.

Member contributions make up 85% and 90% of the Association's total revenue for 2006 and 2005, respectively. Total operating revenues increased 1.89% from 2005 to 2006 and 9.18% from 2004 to 2005. The increase from 2005 to 2006 was the result of a nominal increase in members' contributions. The increase from 2004 to 2005 was the result of a \$250,000 capital contribution to GEM.

Members' contributions are tracked so that each year may be evaluated independently. When preparing its annual budget, MVRMA determines the total amount needed to fund its operations and collects the amount needed from members in proportion to the risk they bring to the pool. Each member's allocation is determined by the sum of its percentages for each of the following pool categories divided by the number of factors considered: population as of most recent census, number of sworn full-time police, number of other full-time employees, number of titled vehicles, insurable property values, net operating expenses, and average annual adjusted losses for the last four years (weighted three times).

$$\frac{\% \text{ Population} + \% \text{ FT Police} + \% \text{ FT Other} + \% \text{ Vehicles} + \% \text{ IPV} + \% \text{ NOE} + (3 \times \% \text{ AAAL})}{9}$$

9

Claims deductibles are the members' share of claims. Members pay the first \$2,500 for each claim and are billed quarterly for this expense. This figure will fluctuate from year to year depending on the number and severity of claims. Claims deductibles increased 24.08% or \$41,701 from 2004 to 2005 while decreasing 9.63% or \$20,692 from 2005 to 2006.

Total operating expenses decreased 15% or \$336,975 from 2005 to 2006. In 2006, the Association did not close any loss years. Also, incurred claims and claim adjustment expenses decreased \$414,337 as a result of lower claim amounts during 2006. Total operating expenses decreased 41% or \$1,615,420 from 2004 to 2005. In 2005, the Association did not close any loss years which decreased operating expenses \$689,818. Also, incurred claims and claim adjustment expenses decreased \$779,480 as a result of lower claim amounts during 2005.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Management's Discussion And Analysis
For The Years Ended December 31, 2006 And 2005

Interest income will fluctuate from year to year depending on the rate of return and amount invested. In 2006, MVRMA's average weighted yield for all deposits was 4.68%. In 2005, MVRMA's average weighted yield for all deposits was 3.35%.

	<u>2006</u>	<u>2005</u>	<u>2004</u>
REVENUES:			
Operating revenues:			
Members' contributions	\$3,970,351	\$3,878,229	\$3,571,708
Claims deductibles	194,154	214,846	173,145
Other	10,682	4,821	8,511
Total operating revenues	<u>4,175,187</u>	<u>4,097,896</u>	<u>3,753,364</u>
Non-operating revenues:			
Interest Income	<u>493,585</u>	<u>210,038</u>	<u>138,406</u>
Total revenues	<u>4,668,772</u>	<u>4,307,934</u>	<u>3,891,770</u>
EXPENSES:			
Claim expenses:			
Incurred claims and claim adjustment expenses	532,687	947,024	1,726,504
Reinsurance/insurance premiums	797,977	763,651	922,317
Closed loss year refunds	<u>0</u>	<u>0</u>	<u>689,818</u>
Total claim expenses	1,330,664	1,710,675	3,338,639
Total general and administrative expenses	<u>610,366</u>	<u>567,330</u>	<u>554,786</u>
Total operating expenses	<u>1,941,030</u>	<u>2,278,005</u>	<u>3,893,425</u>
Increase (decrease) in net assets	2,727,742	2,029,929	(1,655)
Net assets beginning of year	<u>4,475,845</u>	<u>2,445,916</u>	<u>2,447,571</u>
Net assets end of year	<u><u>\$7,203,587</u></u>	<u><u>\$4,475,845</u></u>	<u><u>\$2,445,916</u></u>

The Statement of Cash Flows

The Statement of Cash Flows allows readers of the financial statements to assess the Association's adequacy or ability to generate sufficient cash flow to meet its obligations in a timely manner. MVRMA's net cash and cash equivalents decreased 7.80% in 2006. MVRMA's net cash and cash equivalents decreased 19.88% in 2005.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Management's Discussion And Analysis
For The Years Ended December 31, 2006 And 2005

	<u>2006</u>	<u>2005</u>	<u>2004</u>
Cash flows from operating activities	\$1,643,350	\$1,329,891	\$1,260,591
Cash flows from capital and related financing activities	(6,058)	(5,556)	(42,385)
Cash flows from investing activities	<u>(1,993,685)</u>	<u>(2,458,381)</u>	<u>(228,829)</u>
Net change in cash and cash equivalents	(356,393)	(1,134,046)	989,377
Cash and Cash Equivalents - Beginning of year	<u>4,569,319</u>	<u>5,703,365</u>	<u>4,713,988</u>
Cash and Cash Equivalents - End of year	<u><u>\$4,212,926</u></u>	<u><u>\$4,569,319</u></u>	<u><u>\$5,703,365</u></u>

2007 Projects and Future Plans

One of the biggest challenges facing MVRMA in the future is related to the uncertainty in the commercial insurance market. During a hard market, it is increasingly more difficult to place the coverage needed at an affordable price. In an attempt to distance itself somewhat from the commercial liability insurance market, MVRMA became a founding member of GEM in 2003. In the future, GEM has the potential to offer additional liability limits as well as property coverage, which effectively allows MVRMA, as a capital contributor, to invest in itself while further distancing itself from the commercial insurance market.

Another way MVRMA members can protect themselves from a volatile insurance market is to maintain a balance in the General Reserve Fund (GRF). The GRF is funded from surplus funds from closed loss years, with separate accounting designed to preserve each member's percentage ownership. When premiums substantially jump from one year to the next, these funds may be used to supplement a member's annual contribution without significantly impacting the city's budget.

A project recently completed should provide a savings in property premiums going forward. In the past, contents for appraised properties were generally valued at 30% of the building value. After consulting with Alliant's appraisal department, a chart was developed which assigns contents value by square foot and use of the building. Using this chart, MVRMA was able to decrease its overall contents values by approximately \$68,000,000, which will equate to a premium savings the first year of about \$22,400.

Contacting MVRMA

This financial report is designed to provide members, creditors and investors with a general overview of MVRMA's finances and to show MVRMA's accountability for the monies it receives. If you have any questions about this report or need additional information, contact Kathy St. Pierre by writing 4625 Presidential Way, Kettering, OH 45429 or calling (937) 438-8878.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Statements of Net Assets
December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 4,212,926	4,569,319
Accounts receivable:		
Claims deductibles	53,255	64,753
Other	59,645	33,607
Prepaid Items	<u>151,173</u>	<u>124,700</u>
Total current assets	<u>4,476,999</u>	<u>4,792,379</u>
 NONCURRENT ASSETS:		
Investments	<u>8,229,274</u>	<u>5,714,456</u>
 Capital assets:		
Audio-visual material	50,047	46,022
Equipment	57,608	64,809
Office furniture	12,281	12,281
Leasehold improvements	<u>22,612</u>	<u>21,906</u>
Total capital assets	142,548	145,018
Accumulated depreciation	<u>(127,128)</u>	<u>(125,740)</u>
Capital assets - net	<u>15,420</u>	<u>19,278</u>
 Total noncurrent assets	<u>8,244,694</u>	<u>5,733,734</u>
 Total Assets	\$ <u>12,721,693</u>	<u>10,526,113</u>
 LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Claims reserve	\$ 4,060,226	4,558,196
Members' refunds	1,336,189	1,348,854
Members' credits	100,000	111,749
Accounts payable and accrued liabilities	<u>21,691</u>	<u>31,469</u>
Total liabilities	<u>5,518,106</u>	<u>6,050,268</u>
 NET ASSETS:		
Invested in capital assets	15,420	19,278
Unrestricted	<u>7,188,167</u>	<u>4,456,567</u>
 Total net assets	\$ <u>7,203,587</u>	<u>4,475,845</u>

See notes to the basic financial statements.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Statements of Revenues and Expenses and Changes In Net Assets

For The Years Ended December 31, 2006 and 2005

	2006	2005
OPERATING REVENUES:		
Members' contributions	\$ 3,970,351	3,878,229
Claim deductibles	194,154	214,846
Other	10,682	4,821
Total operating revenues	4,175,187	4,097,896
OPERATING EXPENSES:		
Claim expenses:		
Incurred claims and claim adjustment expenses	532,687	947,024
Reinsurance/insurance premiums	797,977	763,651
Total claim expenses	1,330,664	1,710,675
General and administrative expenses:		
Professional fees	155,770	118,480
Salaries and benefits	347,319	347,661
Depreciation	9,916	10,493
Rent	46,055	42,884
Other	51,306	47,812
Total general and administrative fees	610,366	567,330
Total operating expenses	1,941,030	2,278,005
OPERATING INCOME	2,234,157	1,819,891
NON-OPERATING REVENUE:		
Interest income	493,585	210,038
CHANGE IN NET ASSETS	2,727,742	2,029,929
NET ASSETS		
Beginning of year	4,475,845	2,445,916
End of year	\$ 7,203,587	4,475,845

See notes to the basic financial statements.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Statements of Cash Flows

For the Years Ended December 31, 2006 and 2005

	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received for contributions	\$ 3,958,602	3,939,979
Cash received for deductibles	205,652	194,879
Cash received to be reimbursed to members	72,437	97,663
Cash payments for claims	(1,161,996)	(1,466,910)
Cash payments for reinsurance premiums	(820,395)	(880,094)
Cash payments for professional fees	(159,073)	(117,911)
Cash payments for employment expenses	(355,367)	(344,284)
Cash payments for rent	(46,035)	(42,887)
Cash payments for other expenses	(50,475)	(50,544)
Net cash provided by operating activities	1,643,350	1,329,891
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchase of capital assets	(6,058)	(5,556)
Net cash used in capital and related financing activities	(6,058)	(5,556)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	(2,514,818)	(2,743,831)
Interest and dividends on investments	521,133	285,450
Net cash used in investing activities	(1,993,685)	(2,458,381)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(356,393)	(1,134,046)
CASH AND CASH EQUIVALENTS:		
Beginning of Year	4,569,319	5,703,365
End of Year	\$ 4,212,926	4,569,319

(Continued)

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Statements of Cash Flows (Continued)

For the Years Ended December 31, 2006 and 2005

**RECONCILIATION OF OPERATING INCOME TO NET CASH
PROVIDED BY OPERATING ACTIVITIES**

Operating Income	\$	2,234,157	1,819,891
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:			
Depreciation		9,916	10,493
Change in operating assets and liabilities:			
Accounts receivable		11,498	(19,967)
Prepaid Items		(26,473)	(116,735)
Claims reserve		(497,970)	(134,386)
Accounts payable, accrued liabilities, members' credits and members' deposits		<u>(87,778)</u>	<u>(229,405)</u>
Net cash provided by operating activities	\$	<u>1,643,350</u>	<u>1,329,891</u>

NON-CASH INVESTING ACTIVITIES:

Miami Valley Risk Management Association, Inc. had an increase
in the fair value of investments in the amount \$16,541 during 2006.

Miami Valley Risk Management Association, Inc. had a decrease
in the fair value of investments in the amount \$31,955 during 2005.

(Concluded)

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements
For The Years Ended December 31, 2006 And 2005

NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Miami Valley Risk Management Association, Inc. (the “Association”) is an Ohio not-for-profit Corporation organized for the public purpose of enabling its member political subdivisions to obtain insurance coverage. It provides methods for paying claims, and provides a formalized, joint administered self-insurance pool. In addition to the self-insurance pool, the Association provides risk management services, loss prevention programs, and other educational programs and materials. The members of the Association include the following cities within the State of Ohio: Beavercreek, Bellbrook, Blue Ash, Centerville, Englewood, Kettering, Maderia, Mason, Miamisburg, Montgomery, Piqua, Sidney, Springdale, Tipp City, Troy, Vandalia, the Village of Indian Hill, West Carrollton, Wilmington and Wyoming.

Basis of Accounting – The Association follows the accrual basis of accounting as required by enterprise funds and is not legally required to adopt a budget. All transactions are accounted for in a single enterprise fund. In accordance with Governmental Accounting Standards Board (“GASB”) Statement No. 20, *Accounting and Financial Reporting for Proprietary funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the Association has elected not to apply the provisions for the Statements and Interpretations of the Financial Accounting Standards Board issued after November 30, 1989. The Association will continue applying all applicable pronouncements issued by the GASB.

Member and Supplemental Contributions – The Association has classified its revenues as either operating or non-operating. Non-operating revenue is the result of receipt of interest income. Member and supplemental contributions are recognized on the accrual basis and are recorded as revenue in the period earned. Member contributions are estimated and collected annually to produce a sum of money within the self-insurance pool adequate to fund administrative expenses and claims of the Associations and to create adequate reserves for claims and unallocated loss adjustment expenses.

Under the terms of membership, should annual member contributions not be sufficient to fund ultimate losses, establish adequate reserves and cover administrative expenses, the Board of Trustees may require supplemental contributions. Supplemental contributions may be assessed during the entire life of the Association and any later period when claims or expenses, which are attributable to any membership year during which the event or claim occurred, need to be paid. Upon approval of the Board of Trustees, transfers from the Shock Loss Fund (“SLF”) (see note 6) may occur, in lieu of supplemental contributions. There were no supplemental contributions in 2006 or 2005.

Cash and cash equivalents consist of deposits with financial institutions, and a State of Ohio depository institution, having an original maturity of 90 days or less.

Claims deductibles represent the first \$2,500 of any claim paid by the Association which is reimbursed by Association members.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements

For The Years Ended December 31, 2006 And 2005

Investments are stated at fair value. Realized gains and losses are determined on the identified cost basis. Unrealized gain/(losses) are included in interest and other income.

STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for at year-end.

The Association's investment policy authorizes the Association to invest in the following:

- 1.) United States treasury bills, notes, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
- 2.) Bonds, notes, debentures, or any other obligations or securities issued by any federal agency or instrumentality, including government sponsored enterprises. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- 3.) Deposits in eligible financial institutions;
- 4.) Bonds, notes, or other obligations of the State of Ohio and its political subdivisions;
- 5.) The State Treasury Asset Reserve of Ohio (STAR Ohio) or such successor investment pools operated or managed by the Treasurer of the State of Ohio; and
- 6.) No-load money market mutual funds consisting exclusively of obligations described in 1 or 2 above.

Capital assets are carried at cost. Depreciation is provided on the straight-line basis at rates which are expected to amortize the costs of the assets over their estimated useful lives. All major classes of depreciable assets have a useful live of five years, except audio-visual material which is three years.

Claim Reserves and Unallocated Loss Adjustment Expenses – Provisions for claims reserves and claims adjustment expenses are based on information reported by members and are calculated by the Association's claims administrator and actuary. These amounts represent an estimate of reported, unpaid claims, plus a provision for claims incurred but not reported. The Association's management believes the estimate of the liability for claims reserves is reasonable and supported by valid actuarial calculations; however, actual incurred losses and loss adjustment expenses may not conform to the assumptions inherent in the determination of the liability. Accordingly, the ultimate settlement of losses and related loss adjustment expenses may vary from the estimated amounts included in the accompanying financial statements.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements
For The Years Ended December 31, 2006 And 2005

Should the provision for claims reserves not be sufficient, supplemental contributions as discussed above may be assessed subsequent to Board approval.

Member Credits – The bylaws of the Association provide that surplus operating funds may be used to credit future annual contributions at the discretion of the Board of Trustees. For the years ended December 31, 2006 and 2005, member contributions are presented net of a credit of \$100,000 and \$111,749, respectively.

Member Refunds – Closed loss year refunds were \$0 for 2006 and 2005. In addition to the closed loss year refunds, amounts relating to refunds of prior years' insurance premiums can be credited to members. In 2006 and 2005, the Association received \$55,927 and \$86,906, respectively, which can be attributed to premium refunds.

Net assets represent the excess of revenues over expenses since inception. It is displayed in three components as follows:

Invested in capital assets consists of capital assets, net of accumulated depreciation.

Restricted consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation.

Unrestricted consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

As of December 31, 2006 and 2005, the Association does not have any "restricted" net assets. Under certain conditions, the Association may distribute all or part of the net assets to those members who constituted the self-insurance pool during the years when such surplus member funds were earned, provided that such members must also be members of the Association in the year in which said distribution is made.

In the event of termination of the Association, all members of the Association, past and present, are obligated for any necessary supplemental contributions attributable to the years during which they were members. After all claims and related expenses have been properly paid or reserves established for the payment of any such claims, any surplus member funds shall be distributed to members in proportion to their interest in such surplus member funds.

Income taxes – The Internal Revenue Service has ruled that premiums and investment income with respect to premium receipts are excluded from taxable income of the Association under Section 115 of the Internal Revenue Code of 1986. Therefore, the Association is not subject to tax.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements

For The Years Ended December 31, 2006 And 2005

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

New Accounting Pronouncements – Effective January 1, 2006, the Association adopted the provisions of GASB Statement No. 44, Economic Condition Reporting: The Statistical Section. This statement establishes and modifies requirements related to the supplementary information presented in a statistical section. The Association adopted the provisions of GASB Statement No. 46, Net Assets Restricted by Enabling Legislation. This statement requires that limitations on the use of net assets imposed by enabling legislation be reported as restricted net assets. This statement had no effect on net assets. The Association also adopted the provisions of GASB Statement No. 47, Accounting for Termination Benefits. This statement provides guidance on how employers should account for benefits associated with voluntary or involuntary terminations. This statement had no effect on net assets.

Effective January 1, 2005, the Association adopted the provisions of GASB Statement No. 40, Deposit and Investment Risk Disclosures. This statement modifies and expands existing disclosure requirements for deposits and investments. These additional disclosures can be found in note 2. The Association has also adopted the provisions of Technical Bulletin 2004-2, Recognition of Pension and Other Post-employment Benefit Expenditures/Expenses and Liabilities by Cost Sharing Employers. This bulletin had no effect on net assets of the Association. Finally for 2005, the Association adopted the provisions of GASB Statement No. 42, Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries. This statement establishes accounting and financial reporting standards for the impairment of capital assets. This statement had no effect on net assets.

NOTE 2 – DEPOSITS AND INVESTMENTS

Deposits as of December 31, 2006

Custodial credit risk is the potential for loss of the government's deposits in the event of bank failure. Protection of the Association's cash and deposits is provided by the Federal Deposit Insurance Corporation as well as qualified securities pledged by the institution holding the assets. By law, financial institutions must collateralize all public deposits. The face value of the pooled collateral must equal at least 105% of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third parties of the financial institution.

At December 31, 2006, the carrying amount of the Association's deposits was \$1,583,305 and the bank balance was \$1,649,230. \$100,000 of the Association's deposits was insured by federal depository insurance.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements
For The Years Ended December 31, 2006 And 2005

Based on the criteria described in GASB Statement No. 40, Deposit and Investment Risk Disclosures, \$1,549,230 of the Association's bank balance was exposed to custodial risk and was uninsured and uncollateralized.

Investments as of December 31, 2006

At December 31, 2006, the Association had the following investments:

Investment	Maturity	Fair Value
Star Ohio	30 days	\$ 2,629,621
Federal Home Loan Mortgage Corp MTN Step	2009	546,770
Federal Home Loan Mortgage Corp MTN	2010	496,990
Federal Home Loan Bank Bonds	2007	747,426
Federal Home Loan Bank Bonds	2008	2,482,734
Federal Home Loan Bank Bonds	2009	1,242,500
Federal Home Loan Bank Bonds	2010	798,047
Federal Home Loan Bank Bonds	2011	1,164,807
Government Equity Mutual, Inc. (See Note 5)	N/A	750,000
Total		<u>\$ 10,858,895</u>

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. The Association's investment policy further limits that investments shall not be made that will cause the average duration of the portfolio to exceed three years.

Credit Risk – The Association's investment policy does not further limit investment choices. The Association's investment in STAR Ohio is rated AAAM by Standard and Poor's. The Association's investments with the Federal Home Loan Mortgage Corporation and Federal Home Loan Bank are rated AAA by Standard and Poor's. The Association's investment in GEM is not rated.

Concentration of Credit Risk – The Association's investment policy states "no more than 25% of the total investment portfolio shall be invested with any one eligible financial institution as a time deposit at the time a deposit is made, exclusive of United States Treasury securities, all Federal Agency securities, and STAR Ohio." Five percent or more of the Association's investments are in the following at December 31, 2006:

Investment	Percent
Star Ohio	24%
Federal Home Loan Mortgage Corp MTN Step	5%
Federal Home Loan Mortgage Corp MTN	5%
Federal Home Loan Bank Bonds	59%
GEM	7%

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements

For The Years Ended December 31, 2006 And 2005

Deposits and Investments as of December 31, 2005

Custodial credit risk is the potential for loss of the government's deposits in the event of bank failure. Protection of the Association's cash and deposits is provided by the Federal Deposit Insurance Corporation as well as qualified securities pledged by the institution holding the assets. By law, financial institutions must collateralize all public deposits. The face value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third parties of the financial institution.

At December 31, 2005, the carrying amount of the Association's deposits was \$3,529,005 and the bank balance was \$3,542,900. \$100,000 of the Association's deposits was insured by federal depository insurance. Based on the criteria described in GASB Statement No. 40, Deposit and Investment Risk Disclosures, \$3,442,900 of the Association's bank balance was exposed to custodial risk and was uninsured and uncollateralized.

At December 31, 2005, the Association had the following investments:

Investment	Maturity	Fair Value
Star Ohio	30 days	\$1,040,314
Federal Home Loan Mortgage Corp MTN Step	2009	545,220
Federal Home Loan Bank Bonds	2007	496,250
Federal Home Loan Bank Bonds	2008	1,635,751
Federal Home Loan Bank Bonds	2009	993,205
Federal Home Loan Bank Bonds	2010	1,294,030
Government Equity Mutual, Inc. (See Note 5)	N/A	750,000
Total		<u>\$6,754,770</u>

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. The Association's investment policy further limits that investments shall not be made that will cause the average duration of the portfolio to exceed three years.

Credit Risk – The Association's investment policy does not further limit investment choices. The Association's investment in STAR Ohio is rated AAAM by Standard and Poor's. The Association's investments with the Federal Home Loan Mortgage Corporation and Federal Home Loan Bank are rated AAA by Standard and Poor's. The Association's investment in GEM is not rated.

Concentration of Credit Risk – The Association's investment policy states "no more than 25% of the total investment portfolio shall be invested with any one eligible financial institution as a time deposit at the time a deposit is made, exclusive of United States Treasury securities, all Federal Agency securities, and STAR Ohio." Five percent or more of the Association's investments are in the following at December 31, 2005:

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements
For The Years Ended December 31, 2006 And 2005

Deposits and Investments as of December 31, 2005

Investment	Percent
Star Ohio	16%
Federal Home Loan Mortgage Corp MTN Step	8%
Federal Home Loan Bank Bonds	65%
GEM	11%

NOTE 3 – CAPITAL ASSETS

Capital assets activity for the year ended December 31, 2006, was as follows:

	Balance 01/01/06	Additions	Transfers/ Disposals	Balance 12/31/06
Capital Assets Being Depreciated:				
Audio-Visual	\$46,022	\$4,025	\$0	\$50,047
Equipment	64,809	1,027	(8,228)	57,608
Leasehold Improvements	12,281	0	0	12,281
Office Furniture	21,906	1,006	(300)	22,612
Total Property and Equipment	<u>145,018</u>	<u>6,058</u>	<u>(8,528)</u>	<u>142,548</u>
Less: Accumulated Depreciation				
Audio-Visual	(40,995)	(4,110)	0	(45,105)
Equipment	(52,400)	(5,395)	8,228	(49,567)
Leasehold Improvements	(12,281)	0	0	(12,281)
Office Furniture	(20,064)	(411)	300	(20,175)
Total Accumulated Depreciation	<u>(125,740)</u>	<u>(9,916)</u>	<u>8,528</u>	<u>(127,128)</u>
Total Capital Assets Being Depreciated, net	<u>\$19,278</u>	<u>(\$3,858)</u>	<u>\$0</u>	<u>\$15,420</u>

NOTE 4 – SELF-INSURED RETENTION

The Association retains responsibility for the payment of claims within specified self-insured retention limits prior to the application of coverage provided by excess insurance and reinsurance contracts. The Association's per-occurrence retention limit for all liability matters, excluding property, was \$1,000,000 both in 2006 and 2005. From 7/1/06 to 7/1/07 and from 7/1/05 to 7/1/06, property had a per occurrence limit of \$200,000, and boiler and machinery had a per occurrence retention limit of \$5,000. For every occurrence, the member is charged a deductible equal to the amount of the claim or \$2,500, whichever is less.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements
For The Years Ended December 31, 2006 And 2005

NOTE 5 – EXCESS INSURANCE AND REINSURANCE CONTRACTS

The Association maintains excess insurance and reinsurance contracts with insurance carriers who provide various limits of coverage over the Association's self-insured retention limits. Under the Association's bylaws, the Board of Trustees annually determines the types of excess insurance/reinsurance to purchase as well as appropriate limits. For the loss years ended December 31, 2006 and 2005, the Association purchased the following types of insurance/reinsurance in excess of the Association's self-insurance retention:

Excess Insurance/Reinsurance	2006	2005
General liability (including law enforcement)	\$9,000,000	\$6,000,000
Automobile liability	9,000,000	6,000,000
Public official liability:		
Per occurrence	9,000,000	6,000,000
Per member annual aggregate	9,000,000	6,000,000
Employment Practices Liability:		
Per occurrence	9,000,000	6,000,000
Per member annual aggregate	9,000,000	6,000,000
Property (excluding flood and earthquake)		
12/31/04-7/1/05		250,000,000
7/1/05-7/1/06	1,000,000,000	1,000,000,000
7/1/06-7/1/07	350,000,000	
Flood and earthquake - property - per occurrence & annual aggregate		
12/31/04-7/1/05		25,000,000
7/1/05-7/1/06	25,000,000	25,000,000
7/1/06-7/1/07	20,000,000	

In 2006, MVRMA reinsured its excess casualty program with GEM (a captive reinsurer formed by intergovernmental pools in order to meet their long-term financing needs) for \$9 million excess its \$1 million self-insured retention. GEM then retro ceded \$8 million to American RE, now known as Munich Re America. In 2005, MVRMA was insured by GEM for \$1 million excess its \$1 million self-insured retention and purchased excess insurance from Illinois Union Insurance Co. (ACE) for \$5 million per occurrence excess \$2 million. ACE included an annual aggregate of \$15 million per member.

During 1996, the Association established a Shock Loss Fund (SLF) to replace the aggregate stop-loss policy. The Association's members will contribute to the SLF based on a moving target equal to the annual loss fund. The Association's members will annually fund approximately 15 percent of the moving target until the balance of the SLF is equivalent to the current year's annual loss fund. Once a member has at least the current year's regular loss fund contribution on account in the Association's SLF, it will not be asked to contribute additionally

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements

For The Years Ended December 31, 2006 And 2005

to the SLF. Any member whose balance falls below its targeted amount will be required to contribute the amount needed to reach its targeted amount, or 15% of the current annual loss year contribution, whichever is less.

In the event that a series of losses or a single loss should exceed the amount of coverage provided by the self-insurance fund and excess insurance and any amount of supplemental payments for which members are obligated, then the payment of any uncovered value loss is the obligation of the individual member or members against which the claims were made. In the unlikely event that all or any of the insurance companies are unable to meet their obligations under the excess insurance and reinsurance contracts, the Association and its members would be responsible for such defaulted amounts.

NOTE 6 – CLAIMS RESERVE

As discussed in Note 1, the Association establishes a claims reserve liability which includes both reported and unreported insured events and estimates of future payment of losses and related claims adjustment expenses. The changes in the aggregate liabilities for the Association are as follows:

	December 31	
	2006	2005
	<u>2006</u>	<u>2005</u>
Unpaid claims and claim adjustment expenses - Beginning of Year	<u>\$4,558,196</u>	<u>\$4,692,582</u>
Incurred claims and claim adjustment expenses:		
Provision for insured events of the current year	2,150,649	2,137,672
Decrease in provision for insured events of prior years	<u>(1,850,883)</u>	<u>(1,422,864)</u>
Total incurred claims and claim adjustment expenses	<u>299,766</u>	<u>714,808</u>
Payments:		
Claims and claim adjustment expenses attributable to insured events of the current year	216,899	250,966
Claims and claim adjustment expenses attributable to insured events of prior years	<u>580,837</u>	<u>598,228</u>
Total Payments	<u>797,736</u>	<u>849,194</u>
Unpaid claims and claim adjustment expenses - End of Year	<u><u>\$4,060,226</u></u>	<u><u>\$4,558,196</u></u>

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements

For The Years Ended December 31, 2006 And 2005

NOTE 7 - PUBLIC EMPLOYEES RETIREMENT SYSTEM DEFINED BENEFIT PENSION PLAN

All of the Association's employees are covered by the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. 1.) The Traditional Pension Plan (TP) - a cost-sharing, multiple-employer defined benefit pension plan. 2.) The Member-Directed Plan (MD) - a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Members accumulate retirement assets equal to the value of the member and (vested) employer contributions, plus any investment earnings thereon. 3.) The Combined Plan (CP) - a cost-sharing, multiple-employer defined benefit pension plan. Employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the MD.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member-directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-6701.

Member and employer contribution rates were consistent across all three plans (TP, MD and CP). For the year ended December 31, 2006, the Association employees were required to contribute 9.0% of their annual covered salary. For the years ended December 31, 2005 and 2004, the Association employees were required to contribute 8.5% of their annual covered salary. The Association's contribution rate for 2006 was 13.7%, of which 9.2% was used to fund the pension benefits and 4.5% was used to fund healthcare. For 2005 and 2004, the Association's contribution rate was 13.55%, of which 9.55% was used to fund the pension benefits and 4.0% was used to fund healthcare. The Ohio Revised Code provides statutory authority for member and employer contributions.

The Association's required contributions for pension obligations to the traditional plan for the years ended December 31, 2006, 2005, and 2004 were \$17,332, \$26,073, and \$22,497 respectively; 95.0% has been contributed for 2006 and 100.0% for 2005 and 2004.

NOTE 8 - POSTEMPLOYMENT BENEFITS

In addition to the pension benefits described in Note 7, the Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage, commonly referred to as OPEB (other post-employment benefits). OPERS administers three separate pension plans, the Traditional Pension Plan (TP), the Member-Directed Plan (MD) and the Combined Plan (CP), all of which are described in Note 7.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements
For The Years Ended December 31, 2006 And 2005

OPERS provides retirement, disability, and survivor benefits as well as postretirement health care coverage to age and service retirants with 10 or more years of qualifying Ohio service credit for members of both the TP and CO plans. Members of the MD Plan do not qualify for ancillary benefits, including post-employment health care coverage. Health care coverage for disability recipients and qualified survivor recipients is available.

The Ohio Revised Code provides statutory authority for employer contributions. The 2006 local government employer contribution rate was 13.7% of covered payroll, of which 9.2% was used to fund pension benefits and 4.5% was used to fund healthcare. The 2005 and 2004 local government employer contribution rate was 13.55% of covered payroll, of which 9.55% was used to fund pension benefits and 4.0% was used to fund healthcare. The Ohio Revised Code provides statutory authority requiring public employers to fund postretirement health care through their contributions to OPERS.

The assumptions and calculations below are based on OPERS' latest actuarial review performed as of December 31, 2005. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25% of unrealized market appreciation or depreciation on investment assets annually. The investment assumption rate for 2005 was 6.5%. An annual increase of 4.0%, compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4% base increase, were assumed to range from 0.5% to 6.3%. Health care premiums were assumed to increase at the projected wage inflation rate plus an additional factor ranging from 0.5% to 6% for the next 9 years. In subsequent years (10 and beyond) health care costs were assumed to increase at 4.0% percent (the projected wage inflation rate).

OPEB is advanced-funded on an actuarially determined basis. The Traditional Pension and Combined Plans had 369,214 active contributing participants as of December 31, 2006. The number of active contributing participants for both plans used in the December 31, 2005, actuarial valuation was 358,804. Actual employer contributions for 2006 and 2005 which were used to fund post-employment benefits were \$7,536 and \$10,921, respectively.

OPERS's net assets available for payment of benefits at December 31, 2005, (the latest available information) were \$11.1 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$31.3 billion and \$20.2 billion, respectively.

On September 9, 2004, the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. In addition to the HCPP, OPERS has taken additional action to improve the solvency of the Health Care Fund in 2005 by creating a separate investment pool for health care assets. As an additional component of the HCPP, member and

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Notes to the Basic Financial Statements

For The Years Ended December 31, 2006 And 2005

employer contribution rates increased as of January 1, 2006 and January 1, 2007, which will allow additional funds to be allocated to the health care plan.

NOTE 9 – COMMITMENTS

Leases - The Association leases office space under a lease which was renewed for five years effective July 1, 2004. Rental expense for the lease was \$40,040 and \$40,039 in 2006 and 2005, respectively. Future minimum lease payments are \$40,040 for 2007-2008 and \$20,020 in 2009.

NOTE 10 – LITIGATION AND CLAIMS

The Association is party to various legal proceedings, which normally occur in the course of claims processing operations. Management believes that the outcome of such claims has been adequately accrued in the claims reserve liability and excess will be covered by insurance carriers that provide excess insurance and reinsurance contracts. Nevertheless, due to uncertainties in the settlement process, it is at least reasonably possible that management's view of the outcome could change materially in the near term.

REQUIRED SUPPLEMENTAL INFORMATION

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.
 Comparative Schedule of Claim Development, Earned Assessments and Unallocated Expenses
 For The Years Ended December 31, 2006, 2005, 2004, 2003, 2002, 2001, 2000, 1999, 1998, and 1997

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Earned assessments and interest income:										
Earned	\$ 4,668,772	4,307,934	3,891,770	4,117,128	3,310,039	2,981,693	2,779,344	2,553,148	2,470,767	2,334,623
Ceded	797,977	763,651	922,317	899,070	791,964	580,087	500,356	470,097	454,156	422,051
Net	3,870,795	3,544,283	2,969,453	3,218,058	2,518,075	2,401,606	2,278,988	2,083,051	2,016,611	1,912,572
Unallocated loss expenses	610,336	567,330	554,786	508,063	521,678	454,327	395,902	396,299	405,897	356,433
Original estimates ultimate incurred claims and expenses for the policy year, including members' deductibles (1)	2,350,000	2,337,000	2,190,000	2,050,000	1,811,000	1,365,000	1,265,000	1,251,000	483,000	890,984
Cumulative paid claims as of - net of reinsurance, including members' deductibles:										
For the policy year	550,587	619,515	333,584	322,182	293,970	302,565	184,945	311,812	179,344	214,130
One year later		784,944	373,278	535,978	293,970	302,565	184,945	311,812	179,344	214,130
Two years later			534,656	729,271	1,181,941	1,028,742	279,023	489,206	329,066	350,143
Three years later				740,676	1,329,548	1,967,676	310,914	656,651	405,320	460,914
Four years later					1,565,732	1,871,928	376,424	806,650	486,693	488,049
Five years later						1,562,755	376,424	1,103,285	780,190	503,146
Six years later							376,424	1,402,582	788,126	1,504,063
Seven years later								1,402,582	788,126	1,504,063
Eight years later									788,126	2,575,097
Nine years later										2,575,097
Re-estimated ultimate incurred claims and expenses, including members' deductibles:										
For the policy year	2,350,000	2,337,000	2,190,000	2,050,000	1,811,000	1,365,000	1,265,000	1,251,000	483,000	890,984
One year later		1,980,000	1,785,000	1,665,711	1,811,000	1,365,000	1,265,000	1,251,000	483,000	890,984
Two years later			701,621	908,463	1,539,940	2,141,000	932,000	1,188,000	927,150	805,000
Three years later				876,463	1,609,496	2,159,931	527,204	1,192,466	677,150	1,764,935
Four years later					1,699,496	2,007,931	429,204	1,217,466	941,150	1,866,205
Five years later						1,660,557	411,864	1,386,191	915,150	1,597,537
Six years later							376,424	1,253,285	788,126	1,537,537
Seven years later								1,253,285	788,126	1,504,063
Eight years later									788,126	1,504,063
Nine years later										1,504,063
Increase (decrease) in estimate incurred claims and expenses from original estimate	0	(357,000)	(1,488,379)	(1,173,537)	(111,504)	295,557	(888,576)	2,285	305,126	613,079

(1) Ceded losses are not expected to be significant.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Reconciliation of Claim Liabilities by Type of Contract

For The Year Ended December 31, 2006

	General Liability	Automobile Liability	Property Liability	Total
Unpaid claims and claim adjustment expenses - Beginning of Year	\$ 2,168,663	1,659,682	729,851	4,558,196
Incurred claims and claim adjustment expenses:				
Provision for insured events of the current year	1,235,479	366,068	549,102	2,150,649
Decrease in provision for insured events of prior years	(862,365)	(813,014)	(175,504)	(1,850,883)
Total incurred claims and claim adjustment expenses	373,114	(446,946)	373,598	299,766
Payments:				
Claims and claim adjustment expenses attributable to insured events of the current year	17,280	27,964	171,655	216,899
Claims and claim adjustment expenses attributable to insured events of prior years	383,338	139,326	58,173	580,837
Total Payments	400,618	167,290	229,828	797,736
Unpaid claims and claim adjustment expenses - End of Year	\$ 2,141,159	1,045,446	873,621	4,060,226

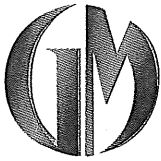
MIAMI VALLEY RISK MANAGEMENT ASSOCIATION, INC.

Reconciliation of Claim Liabilities by Type of Contract

For The Year Ended December 31, 2005

	General Liability	Automobile Liability	Property Liability	Total
Unpaid claims and claim adjustment expenses - Beginning of Year	\$ <u>2,285,083</u>	<u>1,690,802</u>	<u>716,697</u>	<u>4,692,582</u>
Incurred claims and claim adjustment expenses:				
Provision for insured events of the current year	1,207,414	434,486	495,772	2,137,672
Decrease in provision for insured events of prior years	<u>(785,319)</u>	<u>(366,534)</u>	<u>(271,011)</u>	<u>(1,422,864)</u>
Total incurred claims and claim adjustment expenses	<u>422,095</u>	<u>67,952</u>	<u>224,761</u>	<u>714,808</u>
Payments:				
Claims and claim adjustment expenses attributable to insured events of the current year	30,904	27,465	192,597	250,966
Claims and claim adjustment expenses attributable to insured events of prior years	<u>507,611</u>	<u>71,607</u>	<u>19,010</u>	<u>598,228</u>
Total Payments	<u>538,515</u>	<u>99,072</u>	<u>211,607</u>	<u>849,194</u>
Unpaid claims and claim adjustment expenses - End of Year	\$ <u><u>2,168,663</u></u>	<u><u>1,659,682</u></u>	<u><u>729,851</u></u>	<u><u>4,558,196</u></u>

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March 31, 2007

Mr. Michael Hammond
Executive Director
Miami Valley Risk Management Association
4625 Presidential Way
Kettering, OH 45429-5706

Dear Mr. Hammond:

We are pleased to provide the attached actuarial report regarding the net loss and loss expense reserves carried by the Miami Valley Risk Management Association, Inc. (MVRMA) as of December 31, 2006. Through our analysis we have found that the Pool, which at December 31, 2006 carried reserves for net unpaid losses and loss adjustment expenses of \$4,060,226, is reasonably reserved as of that date.

We believe that the reserves are computed in accordance with accepted loss reserving standards and are fairly stated in accordance with sound loss reserving principles. They make reasonable provision, in the aggregate, for all unpaid losses and loss expenses (net of excess insurance ceded) as of December 31, 2006.

If you have any questions regarding our report or if you require additional assistance, please do not hesitate to contact us.

Very truly yours,

N. Terry Godbold, ACAS, MAAA, FCA
President & Senior Actuary

Mary Jo Godbold, ACAS, MAAA
Senior Vice President & Actuary

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
LOSS AND LOSS EXPENSE REVIEW
December 31, 2006

INTRODUCTION

The Miami Valley Risk Management Association (“MVRMA”) has provided insurance coverage for its members since December 1, 1988. As of December 31, 2006 the pool was comprised of the following 20 cities: Beavercreek, Bellbrook, Blue Ash, Centerville, Englewood, Kettering, Madeira, Mason, Miamisburg, Montgomery, Piqua, Sidney, Springdale, Tipp City, Troy, Vandalia, Village of Indian Hill, West Carrollton, Wilmington and Wyoming. MVRMA provides coverage for several lines of insurance including commercial property, comprehensive general liability, automobile liability, automobile physical damage, law enforcement liability, public official’s liability, crime, ambulance attendants, and boiler and machinery.

As of December 31, 1993 these coverages were subject to a per occurrence SIR limit for the pool of \$250,000 with excess amounts covered by a commercial insurer. For accident period 1994, MVRMA lowered its property coverage SIR per occurrence limit to \$100,000 then increased it to \$150,000 for accident period 1995, while maintaining the previous limit of \$250,000 for liability and crime. For the accident period 1996, the “per occurrence” SIR limit of \$250,000 was applied to all coverages except for boiler and machinery which had a \$5,000 SIR. For 1997 and 1998, the liability SIR increased to \$500,000 per occurrence, the crime SIR decreased to \$0, while the property remained at \$250,000. For 1999, the liability SIR remained at \$500,000 per occurrence, the crime SIR remained at \$0, while the property SIR decreased to \$150,000. For 2000, the liability SIR remained at \$500,000, the crime SIR increased to \$10,000, while the property remained at \$150,000. For 2001, the SIRs remained the same as 2000. For 2002, the property SIR increased to \$250,000. For 2003 and 2004, the liability SIR increased to \$1,000,000 while the property SIR remained at \$250,000. For 2005 and 2006, the liability SIR remained at \$1,000,000 while the property SIR decreased to \$200,000. The first \$2,500 of each occurrence is treated as a deductible by the pool member who suffered the loss. MVRMA did not have an aggregate stop loss policy for periods prior to December 31, 1990; however, there is an \$850,000 aggregate “property and casualty combined” stop loss in place for the accident periods 1991 through 1993 and a \$950,000 aggregate “casualty only” stop loss for the 1994 and 1995 accident periods. There is no aggregate stop loss policy for accident periods 1996 and subsequent; rather MVRMA is aggregating premiums previously paid for such coverage into an accumulating fund to be used at the discretion of the MVRMA Board. In 1997, liability excess coverage for \$10M excess of \$1M was obtained as a joint purchase with other pools through the National Public Entity Excess Program (NPX) and this program continued through 2002. For 2003, liability excess coverage for \$11 million excess of \$1 million was obtained through Government Entities Mutual, Inc. (GEM)/Endurance Specialty Insurance Limited. For 2004, \$1 million excess of \$1 million was obtained through GEM, and \$5 million excess of \$2

million was obtained from Insurance Company of the State of Pennsylvania (AIG). For 2005, \$1 million excess of \$1 million was obtained through GEM, and \$5 million excess of \$2 million was obtained from Illinois Union Insurance Company (ACE). For 2006, \$9 million excess of \$1 million was obtained through GEM, who retroceded \$8 million excess of \$2 million to Munich Reinsurance America.

Funding for MVRMA's losses and loss expenses is accomplished via annually budgeted contributions. In the event the pool requires additional funds, such amounts can be obtained via a call for special assessments by MVRMA's Board of Trustees for supplementary payments.

PURPOSE

It is the intention of this report to examine the level of loss reserves carried by MVRMA as of December 31, 2006 for claims that occurred on or prior to that date. As a result, this report will enable MVRMA to meet the requirements of the State of Ohio concerning the need for a written actuarial report and reserve adequacy opinion.

My review includes such tests and reviews of the actuarial assumptions, methods, and calculations as I consider necessary in the circumstances. The actuarial methods, considerations and analyses relied on in forming my opinion conform to the appropriate Actuarial Standards of Practice as promulgated by the Actuarial Standards Board.

DEFINITIONS

The term "losses" is defined to include all associated allocated loss adjustment expense ("ALAE"). ALAE includes those expenses associated with settling claims which can be directly attributed to a specific claim such as attorney's fees and the cost of using a claims adjuster. Unallocated loss adjustment expenses ("ULAE") are generally not allocable to specific claims.

Ultimate loss reflects cumulative loss payments, reserves for known claims and incurred but not reported ("IBNR") reserves. Amounts indicated as reserves in the report reflect both known claims and IBNR reserves.

DATA

Prior to December 31, 1994, claim adjustment services were provided to MVRMA through Gallagher Bassett Insurance Services, Incorporated. Gallagher Bassett continued to adjust run-off claims for the period December 1, 1988 through December 31, 1994. As of December 31, 2006, no claims are outstanding for this claim period. Effective January 1, 1995, MVRMA began to employ an in-house claims staff. Detailed claims data was provided to us by MVRMA's claims department for accident periods 1989 through 2006. Gallagher Bassett Insurance Services, Inc. provided an overall summary by accident period for years 1989 through 1993, while MVRMA provided such summaries by line of

business for accident periods 1994 through 2006. Excess insurance limits were provided by MVRMA.

We were provided with "gross" paid and incurred loss and allocated loss expense by accident period, by line of business. The term "gross" means before consideration of recoverables from excess carriers. Paid losses are net of salvage and subrogation. Therefore loss reserve estimates derived from this data would anticipate salvage and subrogation.

The Pool's management has informed me that it does not discount loss and loss adjustment expense reserves.

In my review, I have relied on listings and other relevant data, prepared by Kathy St. Pierre and Craig Blair of MVRMA. I evaluated that data for reasonableness and consistency.

ASSUMPTIONS AND LIMITATIONS

This report employs actuarial assumptions that we believe to be reasonable. Certain limitations are associated with this report. The key assumptions and limitations are listed below.

- This report groups all losses into three categories: automobile liability, general liability, and property. Each line is analyzed for annual periods December 1, 1988 through December 31, 2006. The results of the report are not intended to apply to any other entities, lines of insurance, or periods.
- In estimating MVRMA's liability limited by the per occurrence limit applicable for each accident period for each coverage or group of coverages, it was assumed that insured losses in excess of these limits will be collectible from MVRMA's insurer(s). In the event that the excess portion on any large loss is not recoverable or exceeds the limits of excess insurance, an additional liability for the Pool or for the individual members of MVRMA may result. No measure of this potential liability is reflected in this report. This report does not comment on the advisability of the exposures retained by MVRMA.
- The methods used in deriving a measure of projected losses and estimated needed reserves for MVRMA are believed to be appropriate for a pool such as MVRMA. We attempted to use MVRMA's own development patterns, to the greatest extent possible. However, because MVRMA's volume of experience is limited and volatile, it was deemed prudent to continue using insurance industry experience as a benchmark in conjunction with historical data. The use of industry data is an acceptable technique which adds stability to the analysis. However, with the use of industry experience comes the assumption that the individual entity will behave in the same general manner as the industry as a whole. Should MVRMA's experience prove to be substantially

different from the industry's experience, significant variance between the projection of ultimate losses and the actual ultimate losses may result.

- During the course of our evaluation, we have applied what we believe to be reasonable procedures and methodologies. The ultimate loss estimates are subject to errors of estimation since ultimate liabilities are affected by events and conditions that have not yet occurred. We assumed that historical loss patterns are good indicators of future loss patterns. We have not anticipated any extraordinary changes to the legal, social, or economic climate which might affect the frequency and cost of claims. Because of the limitations of the data supplied and the uncertainty of statistical estimates associated with forecasting, we cannot guarantee that our estimates will prove to be adequate or not excessive.

METHODOLOGY EMPLOYED & DESCRIPTION OF EXHIBITS

As an entity's claims settle, the total value of each claim usually changes. Loss development factors attempt to quantify the changing value of losses in order to arrive at an estimate of the ultimate value of the claims. In our review of loss reserves, we have selected four methods to determine a reasonable estimate of ultimate liabilities: (1) Paid Loss Development, (2) Incurred Loss Development, (3) Average Paid Loss Per Closed Claim Development, and (4) Average Incurred Loss Per Reported Claim Development. Methods (1) and (2) were used applying insurance industry development patterns to the December 31, 2006 evaluations of each period's incurred and paid losses (Appendix A). Methods (1), (2), (3) and (4) were used applying MVRMA's experience development patterns to the December 31, 2006 evaluations of MVRMA's data (Appendix B). These methods are described below:

(1) Accident Period Paid Loss Development

Ultimate loss development factors are determined for each accident period based on recent emergence patterns of paid losses. These factors are used to estimate the ultimate loss liability for each accident period. The required IBNR is then the sum over the individual accident periods of the differences between the estimated ultimate loss liability and the corresponding emerged reported losses. Implicit in using this method is the assumption that the claim payment patterns are reasonably consistent over time. Accuracy of this method does not depend on the consistency of loss reserve margins.

2) Accident Period Incurred Loss Development

Similar to Accident Period Paid Loss Development, ultimate loss development factors can be determined for each accident period based on recent emergence patterns of incurred losses. These factors are obtained by observing the rate of development of older accident periods and assuming that newer accident periods will develop at a similar rate. The required

IBNR is then the sum over the individual accident periods of the differences between the estimated ultimate loss liability and the corresponding emerged reported losses. This method assumes the accident period losses will be reported and reserved consistently. The results produced by this method are directly dependent on the amount of incurred losses to date.

(3) Average Paid Loss Per Closed Claim Development

Ultimate paid loss per closed claim development factors are determined for each accident period based on recent emergence patterns of paid losses to closed claim ratios. These factors are used to estimate the ultimate paid loss per closed claim ratio for each accident period. The ultimate paid loss per closed claim ratio is then multiplied by the estimated ultimate claims for each accident period to obtain an ultimate loss liability. The required IBNR is then the sum over the individual accident periods of the differences between the estimated ultimate loss liability and the corresponding emerged reported losses. Implicit in using this method is the assumption that the claim payment patterns are reasonably consistent over time. Accuracy of this method does not depend on the consistency of loss reserve margins.

(4) Average Incurred Loss Per Reported Claim Development

This method is similar to the Average Paid Loss Per Closed Claim Development with a review of development patterns based on the average incurred loss per reported claim. The required IBNR is then the sum over the individual accident periods of the differences between the estimated ultimate loss liability and the corresponding emerged reported losses. This method assumes the accident period losses will be reported and reserved consistently. The results produced by this method are directly dependent on the amount of incurred losses reported to date.

To derive additional ultimate loss estimates for accident periods 2005 and 2006 for each of the three lines of business, we also referenced and updated a portion of a study summarized in our September 15, 2006 memo to Michael Hammond regarding Loss Year 19 Funding. Appendix C, Pages 1A and 1B show two separate loss cost methods for determining ultimate loss estimates for Automobile Liability for accident periods 2005 and 2006, while Pages 2A and 2B show comparable calculations for the General Liability line. Pages 1A and 2A use an average loss cost method based on MVRMA's historical losses adjusted to a \$1,000,000 retention. Pages 1B and 2B use an average loss cost method that employs industry expected excess losses to adjust the historical losses capped at a \$250,000 level to a \$1,000,000 retention limit. Appendix C, Page 3 shows a loss per exposure method for determining a 2006 ultimate loss estimate for Property. Appendix C, Page 4 takes this one step further and combines the loss per exposure method with the incurred loss development and the paid loss development method respectively. To be conservative we have used the higher value of the average loss costs in Pages 1A and 1B

for Auto Liability and the comparably higher value in Pages 2A and 2B for General Liability. Namely Appendix C, Page 4 uses a Bornhuetter-Ferguson method using exposures and loss development. As indicated, this method is a combination of the Paid (Incurred) Loss Development Method and the Loss per Exposure Method. The amount of losses yet to be paid (incurred) is based on expected loss per exposures estimates. These estimates are then modified to the extent paid (incurred) losses to date differ from what would have been expected based on the selected paid (incurred) loss development pattern. These exposure based methods are particularly useful and appropriate because of the addition of the cities of Bellbrook, Englewood and Centerville to the Pool in 2004.

In arriving at the results provided in Exhibits 3, 4 and 5 which follow, the analysis employs the above-mentioned standard actuarial techniques. Each loss incurred by MVRMA was categorized as an automobile liability, general liability, or property loss. For each coverage analyzed, the same methodology was used. Appendix A shows the results of the application of industry development factors to MVRMA's loss experience for each coverage. Appendix B shows the results of the application of our selected loss development factors for MVRMA to MVRMA's loss experience for each coverage. Losses in Appendix B have been limited to the appropriate per occurrence limit for each accident period.

Based on the results of our actuarial methods, ultimate losses by accident period were selected for each coverage and are shown in the last column of Exhibits 3, 4 and 5. Exhibit 2 provides our ultimate loss selections, by coverage, for each accident period. The combined losses are then limited by the aggregate stop loss in effect, resulting in ultimate retained losses. The effect of MVRMA's stop loss policies are to limit MVRMA's losses, on a combined coverage basis, for a given accident period.

Of MVRMA's eighteen year experience, only the accident period 1/1/93-12/31/93 was affected by the aggregate limit (Exhibit 2).

UNALLOCATED LOSS EXPENSE RESERVE

As mentioned previously, unallocated loss adjustment expenses ("ULAE") are loss expenses that are generally not allocable to specific claims. To derive an estimate of this ULAE reserve, we projected the number of closed and reported claims to their ultimate values. Based on the closed claim development pattern and our estimate of the ultimate number of claims, we derived the number of open claims remaining by line of business for each year in the future. MVRMA has indicated that a charge of \$250 per open claim for each of the years that a claim is open is a reasonable estimate for the unallocated loss expense. Using our estimate of the total number of future open claims of 236 and multiplying by the \$250 per open claim, we derived our estimate of the ULAE reserve of \$59,000 shown on Exhibit 1.

SUMMARY & CONCLUSIONS

A summary of the results is shown in Exhibit 1. This exhibit combines the estimated ultimate losses for all coverages based on the methods used to indicate the total estimated developed loss for MVRMA arising from the period of December 1, 1988 through December 31, 2006.

Our estimated ultimate losses of \$16,646,311 do not reflect the deductibles absorbed by the individual pool members. The amount associated with these deductibles as of December 31, 2006 is \$2,783,384. This total individual pool member liability figure will probably increase over time due to the emergence of claims already reported but not yet as large as the \$2,500 deductible. In order to be properly conservative, we did not attempt to estimate the ultimate value of this amount that represents a liability of the pool members and not the pool itself.

Subtracting the December 31, 2006 individual member liability of \$2,783,384, a final estimate of MVRMA's ultimate losses of \$13,862,927 is derived. Deducting the paid to date amount of \$9,861,701 produces an indicated loss and allocated loss expense reserve net of individual member liabilities of \$4,001,226. Adding in our estimate of the unallocated loss expense reserve of \$59,000 gives us a total indicated loss and loss expense reserve of \$4,060,226.

Since MVRMA's management uses our point estimate for its estimate of loss and loss expense reserves in its annual report, we believe that these reserves make a reasonable provision for all unpaid loss and loss expense obligations of MVRMA as of December 31, 2006.

Attached as Appendix D is Godbold, Malpere & Co.'s **Statement of Actuarial Opinion** regarding the loss and loss expense reserves held by MVRMA as of December 31, 2006.

CONSULTATION & DISTRIBUTION

This study and the opinions and conclusions contained within the report are intended for the internal use of MVRMA and its member entities; Driver Alliant, MVRMA's broker of record; MVRMA's excess carriers; and for submission, if required, to the Department of Insurance of the State of Ohio. We request that any distribution of this report beyond those listed be made in whole and only with the prior consent of Godbold, Malpere & Co.

The results of this report rely on the use of actuarial judgment, professional opinion, and assumptions believed to be reasonable. In the event that another actuary's opinion is rendered, both parties should be consulted in order to rectify any differences that might arise.

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
INDICATED RESERVES
December 31, 2006

<i>Calculation of Indicated Reserves for Accident Periods 12/1/88-12/31/06</i>		
(1)	Selected Ultimate Loss	\$16,790,444
(2)	Application of Aggregate Retention	(\$144,133)
(3)	Retained Ultimate Loss	\$16,646,311
(4)	Less Individual Member Liability	\$2,783,384
(5)	Estimated Pool Ultimate Loss	\$13,862,927
(6)	Less Paid to Date	\$9,861,701
(7)	Indicated Loss & ALAE Reserves	\$4,001,226
(8)	Ind. Unallocated Loss Exp. Reserve	\$59,000
(9)	Indicated Loss & Loss Exp. Reserves	\$4,060,226
(10)	MVRMA Carried Reserves	\$4,060,226

(1),(2),(3): Exhibit 2

(4),(6): Data provided by Gallagher Bassett Services, Inc. and MVRMA

(5): (3) - (4)

(7): (5) - (6)

(9): (7) + (8)

(10): Provided by MVRMA

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
SUMMARY OF ESTIMATED ULTIMATE RETAINED LOSSES
December 31, 2006

<i>Accident Period</i>	<i>(1)</i> <i>Automobile Liability</i>	<i>(2)</i> <i>General Liability</i>	<i>(3)</i> <i>Property</i>	<i>(4)</i> <i>Total</i>	<i>(5)</i> <i>Aggregate Retention</i>	<i>(6)</i> <i>Retained Losses</i>
12/1/88 - 11/30/89	\$111,919	\$207,853	\$124,141	\$443,913		\$443,913
12/1/89 - 12/31/90	\$18,683	\$439,863	\$32,734	\$491,280		\$491,280
1/1/91 - 12/31/91	\$13,946	\$84,015	\$75,626	\$173,587	\$850,000	\$173,587
1/1/92 - 12/31/92	\$39,293	\$139,376	\$63,858	\$242,527	\$850,000	\$242,527
1/1/93 - 12/31/93	\$329,494	\$600,979	\$63,660	\$994,133	\$850,000	\$850,000
1/1/94 - 12/31/94	\$126,181	\$106,065	\$96,833	\$329,079	\$950,000	\$329,079
1/1/95 - 12/31/95	\$157,537	\$156,790	\$85,639	\$399,966	\$950,000	\$399,966
1/1/96 - 12/31/96	\$75,097	\$357,926	\$92,901	\$525,924		\$525,924
1/1/97 - 12/31/97	\$572,332	\$706,526	\$225,205	\$1,504,063		\$1,504,063
1/1/98 - 12/31/98	\$98,687	\$554,289	\$135,150	\$788,126		\$788,126
1/1/99 - 12/31/99	\$203,725	\$657,094	\$392,466	\$1,253,285		\$1,253,285
1/1/00-12/31/00	\$81,660	\$164,560	\$130,204	\$376,424		\$376,424
1/1/01 - 12/31/01	\$534,626	\$620,000	\$505,931	\$1,660,557		\$1,660,557
1/1/02 - 12/31/02	\$180,000	\$1,150,000	\$369,496	\$1,699,496		\$1,699,496
1/1/03 - 12/31/03	\$203,000	\$408,000	\$265,463	\$876,463		\$876,463
1/1/04 - 12/31/04	\$72,000	\$400,000	\$229,621	\$701,621		\$701,621
1/1/05 - 12/31/05	\$375,000	\$1,225,000	\$380,000	\$1,980,000		\$1,980,000
1/1/06 - 12/31/06	\$400,000	\$1,350,000	\$600,000	\$2,350,000		\$2,350,000
TOTAL	\$3,593,180	\$9,328,336	\$3,868,928	\$16,790,444		\$16,646,311

(1): Based on Exhibit 3

(2): Based on Exhibit 4

(3): Based on Exhibit 5

(5): Provided by MVRMA

(6): Col (4) subject to Col (5)

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
COMPARISON OF ULTIMATE ESTIMATES
AUTOMOBILE LIABILITY
 December 31, 2006

Accident Period	Industry Development			MVRMA's Loss Development			AVERAGES							(15)	
	(1) Paid Loss Method	(2) Incurred Loss Method	(3) Paid Loss Method	(4) Incurred Loss Method	(5) Avg. Paid/ Closed Claim Method	(6) Avg. Incurred/ Reported Claim Method	(7) Incurred Methods	(8) Industry with MVRMA	(9) Across Methods (1)-(6)	(10) Loss Year 19 Funding Study	(11) Loss Year 19 Funding Study Industry Factors	(12) B/F using Exposures and Incurred Losses	(13) B/F using Exposures and Paid Losses		(14) Average of Columns (10) thru (13)
1989	\$111,919	\$111,919	\$111,919	\$111,919	\$111,919	\$111,919	\$111,919	\$111,919	\$111,919						\$111,919
1990	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683						18,683
1991	13,946	13,946	13,946	13,946	13,946	13,946	13,946	13,946	13,946						13,946
1992	39,293	39,293	39,293	39,293	39,293	39,293	39,293	39,293	39,293						39,293
1993	329,494	329,494	329,494	329,494	329,494	329,494	329,494	329,494	329,494						329,494
1994	126,307	126,181	126,181	126,181	126,181	126,181	126,181	126,213	126,202						126,181
1995	458,010	157,537	157,537	157,537	157,537	157,537	157,590	157,695	157,642						157,537
1996	75,548	75,247	75,097	75,097	75,097	75,097	75,147	75,247	75,197						75,097
1997	573,055	572,549	572,332	572,332	572,332	572,332	572,404	572,567	572,489						572,332
1998	100,069	99,082	98,687	98,687	98,687	98,687	98,819	99,131	98,983						98,687
1999	208,003	204,947	203,725	203,725	203,725	203,725	204,132	205,100	204,642						203,725
2000	84,110	82,395	81,660	81,660	81,660	81,660	81,905	82,456	82,191						81,660
2001	562,427	541,576	534,626	534,626	534,626	534,626	536,943	543,314	540,418						534,626
2002	184,018	171,773	169,257	167,747	167,747	167,747	169,089	173,010	171,381						180,000
2003*	203,151	177,482	175,473	169,545	173,908	169,545	172,191	181,217	178,184						203,000
2004*	71,704	55,149	58,079	52,616	56,242	52,453	53,406	59,137	57,707						72,000
2005*	302,460	201,309	238,783	229,709	233,549	228,210	219,743	242,224	239,003						375,000
2006*	202,471	112,558	142,491	144,103	145,249	147,737	134,799	151,205	149,102						400,000
TOTAL	\$3,364,688	\$3,091,276	\$3,147,263	\$3,126,900	\$3,139,876	\$3,128,872	\$3,115,683	\$3,181,850	\$3,166,476						\$3,593,180

*MVRMA's Loss Development methods have been adjusted for \$1,000,000 retention. Details available upon request.

- (1),(2): Appendix A, Page 42
- (3): Appendix B, Page 50
- (4): Appendix B, Page 45
- (5): Appendix B, Page 62
- (6): Appendix B, Page 57
- (7): Average of Columns (2),(4) and (6)
- (8): (Average of Columns (1) and (2) plus the Average of Columns (3),(4),(5) and (6))/2
- (9): Average of Columns (1) through (6)
- (10): Appendix C, Page 147
- (11): Appendix C, Page 148
- (12)&(13): Appendix C, Page 152
- (15): Godhold, Malpere and Co.'s Selected Ultimate Loss

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
COMPARISON OF ULTIMATE ESTIMATES
GENERAL LIABILITY
 December 31, 2006

Accident Period	Industry Development		MVRMA's Loss Development			AVERAGES					(13)	(14)	(15)		
	(1) Paid Loss Method	(2) Incurred Loss Method	(3) Paid Loss Method	(4) Incurred Loss Method	(5) Avg. Paid/Closed Claim Method	(6) Avg. Incurred/Reported Claim Method	(7) Incurred Methods	(8) Industry with MVRMA	(9) Across All Methods	(10) Loss Year 19 Funding Study				(11) Loss Year 19 Funding Study Industry Factors	(12) B/F using Exposures and Incurred Losses
1989	\$207,853	\$207,853	\$207,853	\$207,853	\$207,853	\$207,853	\$207,853	\$207,853	\$207,853						\$207,853
1990	442,062	440,303	439,863	439,863	439,863	439,863	440,010	440,523	440,303						439,863
1991	85,275	84,183	84,015	84,015	84,015	84,015	84,071	84,372	84,253						84,015
1992	142,860	140,073	139,376	139,376	139,376	139,376	139,608	140,421	140,073						139,376
1993	618,528	603,787	600,979	600,979	600,979	600,979	601,915	606,068	604,372						600,979
1994	112,429	107,762	106,065	106,065	106,065	106,065	106,631	108,080	107,409						106,065
1995	188,236	160,710	156,790	156,790	156,790	156,790	158,097	160,632	159,351						156,790
1996	389,781	371,169	357,926	357,926	357,926	357,926	362,340	369,201	365,442						357,926
1997	729,450	717,472	706,526	706,526	706,526	706,526	710,175	714,994	712,171						706,526
1998	631,889	594,752	554,289	554,289	554,289	554,289	567,777	583,805	573,966						554,289
1999	770,771	721,489	657,094	657,094	657,094	657,094	678,559	701,612	686,773						657,094
2000	200,105	184,801	164,725	164,560	164,560	164,560	171,307	178,527	173,885						164,560
2001	628,458	609,927	486,816	522,198	492,059	522,661	551,595	562,563	543,686						620,000
2002	1,253,221	1,259,900	934,425	1,031,575	945,874	1,032,122	1,107,866	1,121,280	1,076,186						1,150,000
2003*	393,197	408,357	342,204	359,715	351,728	362,031	376,701	377,348	369,539						408,000
2004*	274,476	399,017	303,157	373,761	301,935	375,943	382,907	337,723	338,048						400,000
2005*	485,474	523,841	810,603	832,120	758,500	878,506	744,822	662,295	714,841						400,000
2006*	201,887	316,861	560,966	689,728	500,598	723,364	576,651	439,019	498,901						1,225,000
TOTAL	\$7,735,952	\$7,852,257	\$7,613,671	\$7,984,433	\$7,526,030	\$8,069,963	\$7,968,885	\$7,796,314	\$7,797,051						\$9,328,336

*MVRMA's Loss Development methods have been adjusted for \$1,000,000 retention. Details available upon request.

- (1),(2): Appendix A, Page 43
- (3): Appendix B, Page 84
- (4): Appendix B, Page 79
- (5): Appendix B, Page 96
- (6): Appendix B, Page 91
- (7): Average of Columns (2),(4) and (6)
- (8): (Average of Columns (1) and (2) plus the Average of Columns (3),(4),(5) and (6))/2
- (9): Average of Columns (1) through (6)
- (10): Appendix C, Page 149
- (11): Appendix C, Page 150
- (12) & (13): Appendix C, Page 152
- (15): Godbold, Malpere and Co.'s Selected Ultimate Loss

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
COMPARISON OF ULTIMATE ESTIMATES
 PROPERTY

December 31, 2006

Accident Period	Industry Development		MVRMA's Loss Development				AVERAGES							
	(1) Paid Loss Method	(2) Incurred Loss Method	(3) Paid Loss Method	(4) Incurred Loss Method	(5) Avg. Paid/ Closed Claim Method	(6) Avg. Incurred/ Reported Claim Method	(7) Incurred Methods	(8) Industry with MVRMA	(9) Across All Methods	(10) Loss Year 19 Funding Study	(11) B/F using Exposures and Incurred Losses	(12) B/F using Exposures and Paid Losses	(13) Average of Columns (10) thru (12)	(14) Selected Ultimate Loss
1989	\$124,141	\$124,141	\$124,141	\$124,141	\$124,141	\$124,141	\$124,141	\$124,141	\$124,141					\$124,141
1990	32,734	32,734	32,734	32,734	32,734	32,734	32,734	32,734	32,734					32,734
1991	75,626	75,626	75,626	75,626	75,626	75,626	75,626	75,626	75,626					75,626
1992	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858					63,858
1993	63,660	63,660	63,660	63,660	63,660	63,660	63,660	63,660	63,660					63,660
1994	96,833	96,833	96,833	96,833	96,833	96,833	96,833	96,833	96,833					96,833
1995	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639					85,639
1996	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901					92,901
1997	225,205	225,205	225,205	225,205	225,205	225,205	225,205	225,205	225,205					225,205
1998	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150					135,150
1999	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466					392,466
2000	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204					130,204
2001	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931					505,931
2002	369,496	369,496	369,496	369,496	369,496	369,496	369,496	369,496	369,496					369,496
2003	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463					265,463
2004	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621					229,621
2005*	382,032	372,795	372,795	369,470	370,948	369,470	370,578	374,005	372,868					380,000
2006*	333,637	411,360	427,390	400,751	456,020	410,887	407,666	398,130	406,674	701,135	406,591	519,963	542,563	600,000
TOTAL	\$3,604,597	\$3,673,083	\$3,688,856	\$3,659,149	\$3,745,895	\$3,669,285	\$3,667,172	\$3,661,068	\$3,668,478					\$3,868,928

*MVRMA's Loss Development methods have been adjusted for \$200,000 retention. Details available upon request.

- (1), (2): Appendix A, Page 44
- (3): Appendix B, Page 118
- (4): Appendix B, Page 113
- (5): Appendix B, Page 130
- (6): Appendix B, Page 125
- (7): Average of Columns (2), (4) and (6)
- (8): (Average of Columns (1) and (2) plus the Average of Columns (3), (4), (5) and (6))/2
- (9): Average of Columns (1) through (6)
- (10): Appendix C, Page 151
- (11): Appendix C, Page 152
- (12): Appendix C, Page 152
- (14): Godbold, Malpere and Co.'s Selected Ultimate Loss

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
DERIVATION OF ESTIMATED ULTIMATE LOSSES
AUTOMOBILE LIABILITY (AB, AD)
December 31, 2006

Paid Loss Development

Accident Period	(1)	(2)	(3)
	Paid Loss & ALAE	Industry Development Factor	Estimated Ultimate Loss & ALAE
12/1/88 - 11/30/89	\$111,919	1.000	\$111,919
12/1/89 - 12/31/90	\$18,683	1.000	\$18,683
1/1/91 - 12/31/91	\$13,946	1.000	\$13,946
1/1/92 - 12/31/92	\$39,293	1.000	\$39,293
1/1/93 - 12/31/93	\$329,494	1.000	\$329,494
1/1/94 - 12/31/94	\$126,181	1.001	\$126,307
1/1/95 - 12/31/95	\$157,537	1.003	\$158,010
1/1/96 - 12/31/96	\$75,097	1.006	\$75,548
1/1/97 - 12/31/97*	\$72,332	1.010	\$573,055
1/1/98 - 12/31/98	\$98,687	1.014	\$100,069
1/1/99 - 12/31/99	\$203,725	1.021	\$208,003
1/1/00 - 12/31/00	\$81,660	1.030	\$84,110
1/1/01 - 12/31/01	\$534,626	1.052	\$562,427
1/1/02 - 12/31/02	\$167,747	1.097	\$184,018
1/1/03 - 12/31/03	\$168,870	1.203	\$203,151
1/1/04 - 12/31/04	\$49,417	1.451	\$71,704
1/1/05 - 12/31/05	\$143,482	2.108	\$302,460
1/1/06 - 12/31/06	\$46,100	4.392	\$202,471
TOTAL	\$2,438,796		\$3,364,668

Incurred Loss Development

Accident Period	(4)	(5)	(6)
	Incurred Loss & ALAE	Industry Development Factor	Estimated Ultimate Loss & ALAE
12/1/88 - 11/30/89	\$111,919	1.000	\$111,919
12/1/89 - 12/31/90	\$18,683	1.000	\$18,683
1/1/91 - 12/31/91	\$13,946	1.000	\$13,946
1/1/92 - 12/31/92	\$39,293	1.000	\$39,293
1/1/93 - 12/31/93	\$329,494	1.000	\$329,494
1/1/94 - 12/31/94	\$126,181	1.000	\$126,181
1/1/95 - 12/31/95	\$157,537	1.001	\$157,695
1/1/96 - 12/31/96	\$75,097	1.002	\$75,247
1/1/97 - 12/31/97*	\$72,332	1.003	\$572,549
1/1/98 - 12/31/98	\$98,687	1.004	\$99,082
1/1/99 - 12/31/99	\$203,725	1.006	\$204,947
1/1/00 - 12/31/00	\$81,660	1.009	\$82,395
1/1/01 - 12/31/01	\$534,626	1.013	\$541,576
1/1/02 - 12/31/02	\$167,747	1.024	\$171,773
1/1/03 - 12/31/03	\$168,870	1.051	\$177,482
1/1/04 - 12/31/04	\$49,417	1.116	\$55,149
1/1/05 - 12/31/05	\$156,905	1.283	\$201,309
1/1/06 - 12/31/06	\$65,100	1.729	\$112,558
TOTAL	\$2,471,219		\$3,091,278

(1),(4): Provided by Gallagher Bassett Services, Inc. & MVRMA

(2),(5): Based on insurance industry development.

(3): (1) x (2)

(6): (4) x (5)

*: Adjusted for Janson to \$500,000 SIR

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
DERIVATION OF ESTIMATED ULTIMATE LOSSES
GENERAL LIABILITY (GB, GD, EO, GP, POL)
December 31, 2006

Paid Loss Development

<i>Accident Period</i>	(1) <i>Paid Loss & ALAE</i>	(2) <i>Industry Development Factor</i>	(3) <i>Estimated Ultimate Loss & ALAE</i>
12/1/88 - 11/30/89	\$207,853	1.000	\$207,853
12/1/89 - 12/31/90	\$439,863	1.005	\$442,062
1/1/91 - 12/31/91	\$84,015	1.015	\$85,275
1/1/92 - 12/31/92	\$139,376	1.025	\$142,860
1/1/93 - 12/31/93*	\$350,979	1.050	\$618,528
1/1/94 - 12/31/94	\$106,065	1.060	\$112,429
1/1/95 - 12/31/95	\$156,790	1.073	\$168,236
1/1/96 - 12/31/96	\$357,926	1.089	\$389,781
1/1/97 - 12/31/97**	\$206,526	1.111	\$729,450
1/1/98 - 12/31/98	\$554,289	1.140	\$631,889
1/1/99 - 12/31/99	\$657,094	1.173	\$770,771
1/1/00 - 12/31/00	\$164,560	1.216	\$200,105
1/1/01 - 12/31/01	\$483,429	1.300	\$628,458
1/1/02 - 12/31/02	\$872,109	1.437	\$1,253,221
1/1/03 - 12/31/03	\$234,046	1.680	\$393,197
1/1/04 - 12/31/04	\$124,762	2.200	\$274,476
1/1/05 - 12/31/05	\$139,464	3.481	\$485,474
1/1/06 - 12/31/06	\$28,487	7.087	\$201,887
TOTAL	\$5,307,633		\$7,735,952

Incurred Loss Development

<i>Accident Period</i>	(4) <i>Incurred Loss & ALAE</i>	(5) <i>Industry Development Factor</i>	(6) <i>Estimated Ultimate Loss & ALAE</i>
12/1/88 - 11/30/89	\$207,853	1.000	\$207,853
12/1/89 - 12/31/90	\$439,863	1.001	\$440,303
1/1/91 - 12/31/91	\$84,015	1.002	\$84,183
1/1/92 - 12/31/92	\$139,376	1.005	\$140,073
1/1/93 - 12/31/93*	\$350,979	1.008	\$603,787
1/1/94 - 12/31/94	\$106,065	1.016	\$107,762
1/1/95 - 12/31/95	\$156,790	1.025	\$160,710
1/1/96 - 12/31/96	\$357,926	1.037	\$371,169
1/1/97 - 12/31/97**	\$206,526	1.053	\$717,472
1/1/98 - 12/31/98	\$554,289	1.073	\$594,752
1/1/99 - 12/31/99	\$657,094	1.098	\$721,489
1/1/00 - 12/31/00	\$164,560	1.123	\$184,801
1/1/01 - 12/31/01	\$522,198	1.168	\$609,927
1/1/02 - 12/31/02	\$1,028,490	1.225	\$1,259,900
1/1/03 - 12/31/03	\$306,344	1.333	\$408,357
1/1/04 - 12/31/04	\$255,616	1.561	\$399,017
1/1/05 - 12/31/05	\$258,559	2.026	\$523,841
1/1/06 - 12/31/06	\$92,218	3.436	\$316,861
TOTAL	\$5,888,761		\$7,852,257

(1),(4): Provided by Gallagher Bassett Services, Inc. & MVRMA

(2),(5): Based on insurance industry development.

(3): (1) x (2)

(6): (4) x (5)

*: Adjusted for Dahm occurrence to \$250,000 SIR

** : Adjusted for McRoberts occurrence to \$500,000 SIR

**MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
DERIVATION OF ESTIMATED ULTIMATE LOSSES
PROPERTY (AP, AS, BM, CP, CR)
December 31, 2006**

Paid Loss Development

	(1) Paid Loss & ALAE	(2) Industry Development Factor	(3) Estimated Ultimate Loss & ALAE
12/1/88 - 11/30/89	\$124,141	1.000	\$124,141
12/1/89 - 12/31/90	\$32,734	1.000	\$32,734
1/1/91 - 12/31/91	\$75,626	1.000	\$75,626
1/1/92 - 12/31/92	\$63,858	1.000	\$63,858
1/1/93 - 12/31/93	\$63,660	1.000	\$63,660
1/1/94 - 12/31/94	\$96,833	1.000	\$96,833
1/1/95 - 12/31/95	\$85,639	1.000	\$85,639
1/1/96 - 12/31/96	\$92,901	1.000	\$92,901
1/1/97 - 12/31/97	\$225,205	1.000	\$225,205
1/1/98 - 12/31/98	\$135,150	1.000	\$135,150
1/1/99 - 12/31/99*	\$242,466	1.000	\$392,466
1/1/00 - 12/31/00	\$130,204	1.000	\$130,204
1/1/01 - 12/31/01	\$505,931	1.000	\$505,931
1/1/02 - 12/31/02	\$369,496	1.000	\$369,496
1/1/03 - 12/31/03	\$265,463	1.000	\$265,463
1/1/04 - 12/31/04	\$229,621	1.000	\$229,621
1/1/05 - 12/31/05	\$369,470	1.034	\$382,032
1/1/06 - 12/31/06	\$282,983	1.179	\$333,637
TOTAL	\$3,391,380		\$3,604,597

Incurred Loss Development

Accident Period	(4) Incurred Loss & ALAE	(5) Industry Development Factor	(6) Estimated Ultimate Loss & ALAE
12/1/88 - 11/30/89	\$124,141	1.000	\$124,141
12/1/89 - 12/31/90	\$32,734	1.000	\$32,734
1/1/91 - 12/31/91	\$75,626	1.000	\$75,626
1/1/92 - 12/31/92	\$63,858	1.000	\$63,858
1/1/93 - 12/31/93	\$63,660	1.000	\$63,660
1/1/94 - 12/31/94	\$96,833	1.000	\$96,833
1/1/95 - 12/31/95	\$85,639	1.000	\$85,639
1/1/96 - 12/31/96	\$92,901	1.000	\$92,901
1/1/97 - 12/31/97	\$225,205	1.000	\$225,205
1/1/98 - 12/31/98	\$135,150	1.000	\$135,150
1/1/99 - 12/31/99*	\$242,466	1.000	\$392,466
1/1/00 - 12/31/00	\$130,204	1.000	\$130,204
1/1/01 - 12/31/01	\$505,931	1.000	\$505,931
1/1/02 - 12/31/02	\$369,496	1.000	\$369,496
1/1/03 - 12/31/03	\$265,463	1.000	\$265,463
1/1/04 - 12/31/04	\$229,621	1.000	\$229,621
1/1/05 - 12/31/05	\$369,470	1.009	\$372,795
1/1/06 - 12/31/06	\$393,270	1.046	\$411,360
TOTAL	\$2,243,843		\$3,673,083

(1),(4): Provided by Gallagher Bassett Services, Inc. & MVRMA

(2),(5): Based on insurance industry development.

(3): (1) x (2)

(6): (4) x (5)

*: Adjusted for City of Montgomery 4/9/99 occurrence

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Incurred Loss Development
Auto Liability
December 31, 2006

Accident Year	Cumulative Incurred Loss	Selected Development Factors	Cumulative Development Factors	Ultimate Loss (1) x (3)
	(1)	(2)	(3)	(4)
1989	\$ 111,919	1.000	1.000	\$ 111,919
1990	18,683	1.000	1.000	18,683
1991	13,946	1.000	1.000	13,946
1992	39,293	1.000	1.000	39,293
1993	329,494	1.000	1.000	329,494
1994	126,181	1.000	1.000	126,181
1995	157,537	1.000	1.000	157,537
1996	75,097	1.000	1.000	75,097
1997	572,332	1.000	1.000	572,332
1998	98,687	1.000	1.000	98,687
1999	203,725	1.000	1.000	203,725
2000	81,660	1.000	1.000	81,660
2001	534,626	1.000	1.000	534,626
2002	167,747	1.000	1.000	167,747
2003	168,870	1.004	1.004	169,545
2004	49,417	1.060	1.065	52,616
2005	156,905	1.259	1.340	210,294
2006	65,100	1.512	2.026	131,924
Total	\$ 2,971,219			\$ 3,095,306

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Incurred Loss Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	0.966	12.993	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.841	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	1.017	1.771	0.868	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	1.015	1.576	1.171	1.095	0.977	1.000	1.000	1.000	1.000	1.000	1.000
1993	3.045	1.175	1.011	0.967	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	2.496	0.813	1.008	0.994	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.965	1.180	0.950	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.175	0.989	0.930	1.000	1.000	1.000	1.006	1.000	1.000	1.000	1.000
1997	1.206	2.139	0.975	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	1.107	1.027	1.031	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	1.019	1.184	1.195	1.039	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.053	1.031	0.987	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	5.142	1.347	1.446	0.898	0.634	1.000	1.000	1.000	1.000	1.000	1.000
2002	2.552	0.895	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.554	1.408	0.886	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	1.080	0.900	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	1.554	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	1.693	1.964	1.030	0.999	0.970	1.000	1.001	1.000	1.000	1.000	1.000
Volume Weighted Average	1.722	1.327	1.100	0.967	0.884	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.787	1.280	1.047	0.993	0.947	1.000	1.001	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.512	1.259	1.011	1.000	0.998	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average	1.887	1.093	1.060	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.396	1.068	1.111	0.966	0.878	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume	1.454	1.080	1.266	0.919	0.726	1.000	1.000	1.000	1.000	1.000	1.000
Weighted Average	2.504	1.213	1.238	0.941	0.828	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume	1.559	1.098	1.037	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Weighted Average	1.509	1.286	1.070	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000
7 Year Average	1.512	1.259	1.060	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Excluding High/Low	2.026	1.340	1.065	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of December 2005	0.493	0.746	0.939	0.996	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected	1.512	1.259	1.060	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Cumulative	2.026	1.340	1.065	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.493	0.746	0.939	0.996	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Incurred Loss Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
7 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	8,914	8,614	111,919	111,919	111,919	111,919	111,919	111,919	111,919	111,919	111,919	111,919	111,919
1990	10,151	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683
1991	8,919	9,074	16,074	13,946	13,946	13,946	13,946	13,946	13,946	13,946	13,946	13,946	13,946
1992	19,584	19,882	31,332	36,705	40,205	39,293	39,293	39,293	39,293	39,293	39,293	39,293	39,293
1993	94,156	286,741	336,879	340,644	329,494	329,494	329,494	329,494	329,494	329,494	329,494	329,494	329,494
1994	62,084	154,951	125,930	126,992	126,181	126,181	126,181	126,181	126,181	126,181	126,181	126,181	126,181
1995	145,570	140,533	165,780	157,537	157,537	157,537	157,537	157,537	157,537	157,537	157,537	157,537	157,537
1996	69,113	81,178	80,302	74,641	74,641	74,641	74,641	75,097	75,097	75,097	75,097	75,097	75,097
1997	227,596	274,452	586,917	572,332	572,332	572,332	572,332	572,332	572,332	572,332	572,332	572,332	572,332
1998	84,207	93,223	95,750	98,687	98,687	98,687	98,687	98,687	98,687	98,687	98,687	98,687	98,687
1999	136,069	138,607	164,173	196,158	203,725	203,725	203,725	203,725	203,725	203,725	203,725	203,725	203,725
2000	76,221	80,265	82,765	81,660	81,660	81,660	81,660	81,660	81,660	81,660	81,660	81,660	81,660
2001	93,763	482,169	649,669	939,169	843,409	534,626							
2002	73,431	187,369	167,747	167,747	167,747								
2003	87,086	135,372	190,622	168,870									
2004	50,836	54,917	49,417										
2005	100,944	156,905											
2006	65,100												

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	111,919	111,919	111,919	111,919	111,919
1990	18,683	18,683	18,683	18,683	
1991	13,946	13,946	13,946		
1992	39,293	39,293			
1993	329,494				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Paid Loss Development
Auto Liability
December 31, 2006

Accident Year	Cumulative Paid Loss	Selected Development Factors	Cumulative Development Factors	Ultimate Loss (1) x (3)
	(1)	(2)	(3)	(4)
1989	\$ 111,919	1.000	1.000	\$ 111,919
1990	18,683	1.000	1.000	18,683
1991	13,946	1.000	1.000	13,946
1992	39,293	1.000	1.000	39,293
1993	329,494	1.000	1.000	329,494
1994	126,181	1.000	1.000	126,181
1995	157,537	1.000	1.000	157,537
1996	75,097	1.000	1.000	75,097
1997	572,332	1.000	1.000	572,332
1998	98,687	1.000	1.000	98,687
1999	203,725	1.000	1.000	203,725
2000	81,660	1.000	1.000	81,660
2001	534,626	1.000	1.000	534,626
2002	167,747	1.009	1.009	169,257
2003	168,870	1.030	1.039	175,473
2004	49,417	1.131	1.175	58,079
2005	143,482	1.416	1.664	238,783
2006	46,100	1.857	3.091	142,491
Total	\$ 2,938,796			\$3,147,263

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Paid Loss Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	1.000	12.993	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	2.299	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	1.018	1.447	1.086	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	1.113	1.284	1.190	1.000	1.546	1.000	1.000	1.000	1.000	1.000	1.000
1993	2.239	1.470	4.127	1.016	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	1.607	2.898	1.008	0.994	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.558	2.242	1.170	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.215	1.356	1.025	1.000	1.000	1.000	1.006	1.000	1.000	1.000	1.000
1997	1.996	8.263	1.012	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	1.317	1.225	1.446	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	3.322	1.131	1.160	1.154	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.373	1.030	1.089	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	12.887	1.106	1.036	1.090	1.014	1.000	1.000	1.000	1.000	1.000	1.000
2002	2.920	1.647	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.279	1.381	1.480	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	1.185	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	3.336	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	2.451	2.592	1.322	1.018	1.043	1.000	1.001	1.000	1.000	1.000	1.000
Volume Weighted Average	2.485	1.787	1.190	1.031	1.009	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	2.889	1.921	1.276	1.028	1.026	1.000	1.001	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.852	1.963	1.131	1.009	1.001	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	2.512	1.173	1.095	1.030	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.933	1.343	1.172	1.030	1.005	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume											
Weighted Average	1.845	1.416	1.096	1.059	1.009	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume											
Weighted Average	3.685	1.198	1.105	1.070	1.005	1.000	1.000	1.000	1.000	1.000	1.000
7 Year Average											
Excluding High/Low	2.446	1.175	1.149	1.018	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of December 2005	1.857	1.514	1.102	1.030	1.008	1.000	1.000	1.000	1.000	1.000	1.000
Selected	<u>1.857</u>	<u>1.416</u>	<u>1.131</u>	<u>1.030</u>	<u>1.009</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	3.091	1.664	1.175	1.039	1.009	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.324	0.601	0.851	0.962	0.991	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Paid Loss Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
7 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	8,614	8,614	111,919	111,919	111,919	111,919	111,919	111,919	111,919	111,919	111,919	111,919	111,919
1990	8,126	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683	18,683
1991	8,719	8,874	12,838	13,946	13,946	13,946	13,946	13,946	13,946	13,946	13,946	13,946	13,946
1992	14,941	16,632	21,357	25,418	25,418	39,293	39,293	39,293	39,293	39,293	39,293	39,293	39,293
1993	23,877	53,454	78,551	324,172	329,494	329,494	329,494	329,494	329,494	329,494	329,494	329,494	329,494
1994	27,039	43,451	125,930	126,992	126,181	126,181	126,181	126,181	126,181	126,181	126,181	126,181	126,181
1995	38,520	60,033	134,606	157,537	157,537	157,537	157,537	157,537	157,537	157,537	157,537	157,537	157,537
1996	44,173	53,678	72,802	74,641	74,641	74,641	74,641	75,097	75,097	75,097	75,097	75,097	75,097
1997	34,298	68,453	565,604	572,332	572,332	572,332	572,332	572,332	572,332	572,332	572,332	572,332	572,332
1998	42,307	55,723	68,250	98,687	98,687	98,687	98,687	98,687	98,687	98,687	98,687	98,687	98,687
1999	40,519	134,607	152,208	176,501	203,725	203,725	203,725	203,725	203,725	203,725	203,725	203,725	203,725
2000	52,991	72,765	74,962	81,660	81,660	81,660	81,660	81,660	81,660	81,660	81,660	81,660	81,660
2001	32,751	422,055	466,966	483,944	527,259	534,626	534,626	534,626	534,626	534,626	534,626	534,626	534,626
2002	34,887	101,869	167,747	167,747	167,747	167,747	167,747	167,747	167,747	167,747	167,747	167,747	167,747
2003	64,611	82,622	114,099	168,870	168,870	168,870	168,870	168,870	168,870	168,870	168,870	168,870	168,870
2004	41,711	49,417	49,417	49,417	49,417	49,417	49,417	49,417	49,417	49,417	49,417	49,417	49,417
2005	43,005	143,482	143,482	143,482	143,482	143,482	143,482	143,482	143,482	143,482	143,482	143,482	143,482
2006	46,100	46,100	46,100	46,100	46,100	46,100	46,100	46,100	46,100	46,100	46,100	46,100	46,100

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	111,919	111,919	111,919	111,919	111,919
1990	18,683	18,683	18,683	18,683	
1991	13,946	13,946	13,946		
1992	39,293	39,293			
1993	329,494				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Paid Loss to Cumulative Incurred Loss
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	0.966	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	0.801	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	0.978	0.978	0.799	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	0.763	0.837	0.682	0.692	0.632	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	0.254	0.186	0.233	0.952	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	0.436	0.280	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.265	0.427	0.812	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.639	0.661	0.907	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	0.151	0.249	0.964	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	0.502	0.598	0.713	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	0.298	0.971	0.927	0.900	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	0.695	0.907	0.906	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	0.349	0.875	0.719	0.515	0.625	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	0.475	0.544	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	0.742	0.610	0.599	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	0.821	0.900	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	0.426	0.914	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2006	0.708	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Paid Loss to Cumulative Incurred Loss
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	1.000	1.000	1.000	1.000	1.000
1990	1.000	1.000	1.000	1.000	
1991	1.000	1.000	1.000		
1992	1.000	1.000			
1993	1.000				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Average Incurred Loss per Reported Claim Development
Auto Liability
December 31, 2006

Accident Year	Cumulative Incurred Loss per Reported Claim	Selected Development Factors	Cumulative Development Factors	Ultimate Average Loss (1) x (3)	Ultimate Claims	Ultimate Loss (4) x (5)
	(1)	(2)	(3)	(4)	(5)	(6)
1989	\$ 2,602.767	1.000	1.000	\$ 2,602.767	43	\$ 111,919
1990	566.152	1.000	1.000	566.152	33	18,683
1991	536.385	1.000	1.000	536.385	26	13,946
1992	1,034.026	1.000	1.000	1,034.026	38	39,293
1993	5,491.567	1.000	1.000	5,491.567	60	329,494
1994	1,752.514	1.000	1.000	1,752.514	72	126,181
1995	1,853.376	1.000	1.000	1,853.376	85	157,537
1996	658.746	1.000	1.000	658.746	114	75,097
1997	5,840.122	1.000	1.000	5,840.122	98	572,332
1998	1,147.523	1.000	1.000	1,147.523	86	98,687
1999	1,683.678	1.000	1.000	1,683.678	121	203,725
2000	785.192	1.000	1.000	785.192	104	81,660
2001	6,216.581	1.000	1.000	6,216.581	86	534,626
2002	2,096.838	1.000	1.000	2,096.838	80	167,747
2003	1,443.333	1.004	1.004	1,449.107	117	169,545
2004	574.616	1.057	1.061	609.914	86	52,453
2005	1,634.427	1.232	1.308	2,137.308	98	208,670
2006	1,001.538	1.408	1.841	1,844.046	73	135,087
Total					1,420	\$ 3,096,682

(Part 1)

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	0.966	12.691	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.785	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	0.936	1.703	0.868	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	0.987	1.493	1.171	1.095	0.977	1.000	1.000	1.000	1.000	1.000	1.000
1993	2.741	1.175	1.011	0.967	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	2.357	0.813	1.008	0.994	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.965	1.110	0.950	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.067	0.980	0.930	1.000	0.991	1.000	1.006	0.974	1.000	1.000	1.000
1997	1.206	2.116	0.975	1.000	1.000	0.990	1.000	1.000	1.000	1.000	1.000
1998	1.068	1.027	1.031	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	1.001	1.115	1.185	1.039	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.023	1.031	0.987	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	4.961	1.332	1.446	0.898	0.634	1.000	1.000	1.000	1.000	1.000	1.000
2002	2.196	0.884	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.447	1.396	0.886	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	0.928	0.889	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	1.376	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	1.589	1.922	1.030	0.999	0.969	0.999	1.001	0.997	1.000	1.000	1.000
Volume Weighted Average	1.686	1.331	1.093	0.969	0.893	0.997	1.000	0.999	1.000	1.000	1.000
Time Weighted Average	1.663	1.257	1.046	0.993	0.946	0.999	1.001	0.996	1.000	1.000	1.000
Average Excluding High/Low	1.408	1.232	1.010	1.000	0.997	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	1.673	1.084	1.057	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.250	1.057	1.111	0.966	0.878	1.000	1.000	0.991	1.000	1.000	1.000
3 Year Volume											
Weighted Average	1.281	1.028	1.282	0.919	0.708	1.000	1.000	0.998	1.000	1.000	1.000
5 Year Volume											
Weighted Average	2.339	1.190	1.255	0.937	0.814	0.994	1.000	0.998	1.000	1.000	1.000
7 Year Average											
Excluding High/Low	1.409	1.079	1.035	1.000	0.998	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of											
December 2005	1.410	1.259	1.067	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected	1.408	1.232	1.057	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Cumulative	1.841	1.308	1.061	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.543	0.765	0.942	0.996	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
7 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	212	205	2,603	2,603	2,603	2,603	2,603	2,603	2,603	2,603	2,603	2,603	2,603
1990	317	566	566	566	566	566	566	566	566	566	566	566	566
1991	388	363	618	536	536	536	536	536	536	536	536	536	536
1992	560	552	825	966	1,058	1,034	1,034	1,034	1,034	1,034	1,034	1,034	1,034
1993	1,744	4,779	5,615	5,677	5,492	5,492	5,492	5,492	5,492	5,492	5,492	5,492	5,492
1994	913	2,152	1,749	1,764	1,753	1,753	1,753	1,753	1,753	1,753	1,753	1,753	1,753
1995	1,820	1,757	1,950	1,853	1,853	1,853	1,853	1,853	1,853	1,853	1,853	1,853	1,853
1996	698	745	730	679	679	672	672	677	659	659	659		
1997	2,371	2,859	6,051	5,900	5,900	5,900	5,840	5,840	5,840	5,840	5,840		
1998	1,015	1,084	1,113	1,148	1,148	1,148	1,148	1,148	1,148	1,148			
1999	1,226	1,227	1,368	1,621	1,684	1,684	1,684	1,684					
2000	755	772	796	785	785	785							
2001	1,143	5,673	7,554	10,921	9,807	6,217							
2002	1,080	2,372	2,097	2,097	2,097								
2003	806	1,167	1,629	1,443									
2004	696	646	575										
2005	1,188	1,634											
2006	1,002												

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	2,603	2,603	2,603	2,603	2,603
1990	566	566	566	566	
1991	536	536	536		
1992	1,034	1,034			
1993	5,492				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Average Paid Loss per Closed Claim Development
Auto Liability
December 31, 2006

Accident Year	Cumulative Paid Loss per Closed Claim	Selected Development Factors	Cumulative Development Factors	Ultimate Average Loss (1) x (3)	Ultimate Claims	Ultimate Loss (4) x (5)
	(1)	(2)	(3)	(4)	(5)	(6)
1989	\$ 2,602.767	1.000	1.000	\$ 2,602.767	43	\$ 111,919
1990	566.152	1.000	1.000	566.152	33	18,683
1991	536.385	1.000	1.000	536.385	26	13,946
1992	1,034.026	1.000	1.000	1,034.026	38	39,293
1993	5,491.567	1.000	1.000	5,491.567	60	329,494
1994	1,752.514	1.000	1.000	1,752.514	72	126,181
1995	1,853.376	1.000	1.000	1,853.376	85	157,537
1996	658.746	1.000	1.000	658.746	114	75,097
1997	5,840.122	1.000	1.000	5,840.122	98	572,332
1998	1,147.523	1.000	1.000	1,147.523	86	98,687
1999	1,683.678	1.000	1.000	1,683.678	121	203,725
2000	785.192	1.000	1.000	785.192	104	81,660
2001	6,216.581	1.000	1.000	6,216.581	86	534,626
2002	2,096.838	1.000	1.000	2,096.838	80	167,747
2003	1,443.333	1.030	1.030	1,486.395	117	173,908
2004	574.616	1.105	1.138	653.975	86	56,242
2005	1,526.404	1.377	1.567	2,392.140	98	233,549
2006	853.704	1.482	2.323	1,982.770	73	145,249
Total					1,420	\$3,139,875

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	0.976	12.691	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.881	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	0.891	1.447	1.003	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	0.954	1.284	1.126	1.028	1.465	1.000	1.000	1.000	1.000	1.000	1.000
1993	1.563	1.391	3.917	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	1.286	2.616	1.008	0.994	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.039	1.969	1.129	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.999	1.331	1.016	1.000	0.991	1.000	1.006	0.974	1.000	1.000	1.000
1997	1.781	8.175	0.981	1.000	1.000	0.990	1.000	1.000	1.000	1.000	1.000
1998	1.122	1.181	1.412	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	3.114	1.082	1.140	1.135	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.093	1.030	1.079	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	10.852	1.013	1.024	1.090	0.990	1.000	1.000	1.000	1.000	1.000	1.000
2002	2.113	1.564	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.152	1.357	1.429	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	0.889	0.977	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	2.272	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	1.999	2.507	1.284	1.018	1.034	0.999	1.001	0.997	1.000	1.000	1.000
Volume Weighted Average	1.951	1.726	1.199	1.023	1.009	0.997	1.000	0.999	1.000	1.000	1.000
Time Weighted Average	2.336	1.853	1.245	1.026	1.018	0.999	1.001	0.996	1.000	1.000	1.000
Average Excluding High/Low	1.482	1.889	1.105	1.010	0.999	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average	1.846	1.133	1.081	1.030	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.437	1.299	1.151	1.030	0.997	1.000	1.000	0.991	1.000	1.000	1.000
3 Year Volume Weighted Average	1.444	1.377	1.065	1.060	0.993	1.000	1.000	0.998	1.000	1.000	1.000
5 Year Volume Weighted Average	3.120	1.123	1.075	1.064	0.996	0.994	1.000	0.998	1.000	1.000	1.000
7 Year Average Excluding High/Low	1.949	1.133	1.131	1.018	0.998	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of December 2005	1.453	1.461	1.081	1.030	1.008	1.000	1.000	1.000	1.000	1.000	1.000
Selected	<u>1.482</u>	<u>1.377</u>	<u>1.105</u>	<u>1.030</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	2.323	1.567	1.138	1.030	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.431	0.638	0.879	0.971	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
7 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	210	205	2,603	2,603	2,603	2,603	2,603	2,603	2,603	2,603	2,603	2,603	2,603
1990	301	566	566	566	566	566	566	566	566	566	566	566	566
1991	415	370	535	536	536	536	536	536	536	536	536	536	536
1992	498	475	610	687	706	1,034	1,034	1,034	1,034	1,034	1,034	1,034	1,034
1993	645	1,009	1,403	5,494	5,492	5,492	5,492	5,492	5,492	5,492	5,492	5,492	5,492
1994	520	668	1,749	1,764	1,753	1,753	1,753	1,753	1,753	1,753	1,753	1,753	1,753
1995	803	834	1,642	1,853	1,853	1,853	1,853	1,853	1,853	1,853	1,853	1,853	1,853
1996	502	502	668	679	679	672	672	677	659	659	659	659	659
1997	413	736	6,017	5,900	5,900	5,900	5,840	5,840	5,840	5,840	5,840	5,840	5,840
1998	613	688	813	1,148	1,148	1,148	1,148	1,148	1,148	1,148	1,148	1,148	1,148
1999	386	1,202	1,301	1,483	1,684	1,684	1,684	1,684	1,684	1,684	1,684	1,684	1,684
2000	646	706	728	785	785	785	785	785	785	785	785	785	785
2001	512	5,553	5,626	5,761	6,277	6,217	6,217	6,217	6,217	6,217	6,217	6,217	6,217
2002	634	1,340	2,097	2,097	2,097	2,097	2,097	2,097	2,097	2,097	2,097	2,097	2,097
2003	646	744	1,010	1,443	1,443	1,443	1,443	1,443	1,443	1,443	1,443	1,443	1,443
2004	662	588	575	575	575	575	575	575	575	575	575	575	575
2005	672	1,526	1,526	1,526	1,526	1,526	1,526	1,526	1,526	1,526	1,526	1,526	1,526
2006	854	854	854	854	854	854	854	854	854	854	854	854	854

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	2,603	2,603	2,603	2,603	2,603
1990	566	566	566	566	
1991	536	536	536		
1992	1,034	1,034			
1993	5,492				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Claims Based on Reported Claim Development
Auto Liability
December 31, 2006

Accident Year	Cumulative Reported Claims	Selected Development Factors	Cumulative Development Factors	Ultimate Claims (1) x (3)
	(1)	(2)	(3)	(4)
1989	43	1.000	1.000	43
1990	33	1.000	1.000	33
1991	26	1.000	1.000	26
1992	38	1.000	1.000	38
1993	60	1.000	1.000	60
1994	72	1.000	1.000	72
1995	85	1.000	1.000	85
1996	114	1.000	1.000	114
1997	98	1.000	1.000	98
1998	86	1.000	1.000	86
1999	121	1.000	1.000	121
2000	104	1.000	1.000	104
2001	86	1.000	1.000	86
2002	80	1.000	1.000	80
2003	117	1.000	1.000	117
2004	86	1.000	1.000	86
2005	96	1.017	1.017	98
2006	65	1.108	1.127	73
Total	1,410			1,420

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Reported Claim Development
 Auto Liability
 December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	1.000	1.024	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.031	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	1.087	1.040	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	1.029	1.056	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	1.111	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	1.059	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.000	1.063	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.101	1.009	1.000	1.000	1.009	1.000	1.000	1.027	1.000	1.000	
1997	1.000	1.010	1.000	1.000	1.000	1.010	1.000	1.000	1.000		
1998	1.036	1.000	1.000	1.000	1.000	1.000	1.000	1.000			
1999	1.018	1.062	1.008	1.000	1.000	1.000	1.000				
2000	1.030	1.000	1.000	1.000	1.000	1.000					
2001	1.037	1.012	1.000	1.000	1.000						
2002	1.162	1.013	1.000	1.000							
2003	1.074	1.009	1.000								
2004	1.164	1.012									
2005	1.129										
Average	1.063	1.019	1.001	1.000	1.001	1.001	1.000	1.003	1.000	1.000	1.000
Volume Weighted Average	1.062	1.018	1.001	1.000	1.001	1.001	1.000	1.005	1.000	1.000	1.000
Time Weighted Average	1.077	1.017	1.001	1.000	1.001	1.001	1.000	1.004	1.000	1.000	1.000
Average Excluding High/Low	1.060	1.018	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	1.122	1.011	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.123	1.011	1.000	1.000	1.000	1.000	1.000	1.009	1.000	1.000	1.000
3 Year Volume											
Weighted Average	1.117	1.011	1.000	1.000	1.000	1.000	1.000	1.010	1.000	1.000	1.000
5 Year Volume											
Weighted Average	1.108	1.009	1.002	1.000	1.000	1.002	1.000	1.007	1.000	1.000	1.000
7 Year Average											
Excluding High/Low	1.086	1.009	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of											
December 2005	1.055	1.018	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected	<u>1.108</u>	<u>1.017</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.127	1.017	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.887	0.983	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Reported Claim Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
7 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
Evaluation as of							
December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Reported Claims
 Auto Liability
 December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	42	42	43	43	43	43	43	43	43	43	43	43	43
1990	32	33	33	33	33	33	33	33	33	33	33	33	33
1991	23	25	26	26	26	26	26	26	26	26	26	26	26
1992	35	36	38	38	38	38	38	38	38	38	38	38	38
1993	54	60	60	60	60	60	60	60	60	60	60	60	60
1994	68	72	72	72	72	72	72	72	72	72	72	72	72
1995	80	80	85	85	85	85	85	85	85	85	85	85	85
1996	99	109	110	110	110	111	111	111	114	114	114		
1997	96	96	97	97	97	97	98	98	98	98			
1998	83	86	86	86	86	86	86	86	86				
1999	111	113	120	121	121	121	121	121					
2000	101	104	104	104	104	104	104						
2001	82	85	86	86	86	86							
2002	68	79	80	80	80								
2003	108	116	117	117									
2004	73	85	86										
2005	85	96											
2006	65												

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Reported Claims
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	43	43	43	43	43
1990	33	33	33	33	
1991	26	26	26		
1992	38	38			
1993	60				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Claims Based on Closed Claim Development
Auto Liability
December 31, 2006

Accident Year	Cumulative Closed Claims	Selected Development Factors	Cumulative Development Factors	Ultimate Claims (1) x (3)
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	(1)	(2)	(3)	(4)
1989	43	1.000	1.000	43
1990	33	1.000	1.000	33
1991	26	1.000	1.000	26
1992	38	1.000	1.000	38
1993	60	1.000	1.000	60
1994	72	1.000	1.000	72
1995	85	1.000	1.000	85
1996	114	1.000	1.000	114
1997	98	1.000	1.000	98
1998	86	1.000	1.000	86
1999	121	1.000	1.000	121
2000	104	1.000	1.000	104
2001	86	1.000	1.000	86
2002	80	1.002	1.002	80
2003	117	1.002	1.004	117
2004	86	1.022	1.026	88
2005	94	1.035	1.062	100
2006	54	1.275	1.354	73
Total	1,397			1,424

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Closed Claim Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	1.024	1.024	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.222	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	1.143	1.000	1.083	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	1.167	1.000	1.057	0.973	1.056	1.000	1.000	1.000	1.000	1.000	1.000
1993	1.432	1.057	1.054	1.017	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	1.250	1.108	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.500	1.139	1.037	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.216	1.019	1.009	1.000	1.009	1.000	1.000	1.027	1.000	1.000	1.000
1997	1.120	1.011	1.032	1.000	1.000	1.010	1.000	1.000	1.000		
1998	1.174	1.037	1.024	1.000	1.000	1.000	1.000	1.000			
1999	1.067	1.045	1.017	1.017	1.000	1.000	1.000				
2000	1.256	1.000	1.010	1.000	1.000	1.000					
2001	1.188	1.092	1.012	1.000	1.024						
2002	1.382	1.053	1.000	1.000							
2003	1.110	1.018	1.035								
2004	1.333	1.024									
2005	1.469										
Average	1.238	1.039	1.025	1.000	1.007	1.001	1.000	1.003	1.000	1.000	1.000
Volume Weighted Average	1.225	1.040	1.021	1.002	1.005	1.001	1.000	1.005	1.000	1.000	1.000
Time Weighted Average	1.260	1.041	1.022	1.002	1.007	1.001	1.000	1.004	1.000	1.000	1.000
Average Excluding High/Low	1.235	1.035	1.022	1.001	1.003	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	1.301	1.031	1.013	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.304	1.031	1.016	1.000	1.008	1.000	1.000	1.009	1.000	1.000	1.000
3 Year Volume											
Weighted Average	1.273	1.030	1.018	1.000	1.006	1.000	1.000	1.010	1.000	1.000	1.000
5 Year Volume											
Weighted Average	1.275	1.033	1.016	1.004	1.004	1.002	1.000	1.007	1.000	1.000	1.000
7 Year Average											
Excluding High/Low	1.254	1.035	1.019	1.000	1.002	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of											
December 2005	1.219	1.036	1.021	1.002	1.001	1.000	1.000	1.000	1.000	1.000	1.000
Selected	<u>1.275</u>	<u>1.035</u>	<u>1.022</u>	<u>1.002</u>	<u>1.002</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.354	1.062	1.026	1.004	1.002	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.739	0.942	0.975	0.996	0.998	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Closed Claim Development
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
7 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Closed Claims
 Auto Liability
 December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	41	42	43	43	43	43	43	43	43	43	43	43	43
1990	27	33	33	33	33	33	33	33	33	33	33	33	33
1991	21	24	24	26	26	26	26	26	26	26	26	26	26
1992	30	35	35	37	36	38	38	38	38	38	38	38	38
1993	37	53	56	59	60	60	60	60	60	60	60	60	60
1994	52	65	72	72	72	72	72	72	72	72	72	72	72
1995	48	72	82	85	85	85	85	85	85	85	85	85	85
1996	88	107	109	110	110	111	111	111	114	114	114		
1997	83	93	94	97	97	97	98	98	98	98			
1998	69	81	84	86	86	86	86	86	86				
1999	105	112	117	119	121	121	121	121					
2000	82	103	103	104	104	104	104						
2001	64	76	83	84	84	86							
2002	55	76	80	80	80								
2003	100	111	113	117									
2004	63	84	86										
2005	64	94											
2006	54												

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Closed Claims
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	43	43	43	43	43
1990	33	33	33	33	
1991	26	26	26		
1992	38	38			
1993	60				

(Part 1)

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Closed Claims to Cumulative Reported Claims
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>
1989	0.976	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	0.844	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	0.913	0.960	0.923	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	0.857	0.972	0.921	0.974	0.947	1.000	1.000	1.000	1.000	1.000	1.000
1993	0.685	0.883	0.933	0.983	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	0.765	0.903	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.600	0.900	0.965	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.889	0.982	0.991	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	0.865	0.969	0.969	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	0.831	0.942	0.977	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	0.946	0.991	0.975	0.983	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	0.812	0.990	0.990	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	0.780	0.894	0.965	0.977	0.977	1.000	1.000	1.000	1.000	1.000	1.000
2002	0.809	0.962	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	0.926	0.957	0.966	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	0.863	0.988	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	0.753	0.979	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2006	0.831	0.975	0.982	0.997	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	0.830	0.957	0.973	0.994	0.995	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	0.826	0.958	0.977	0.994	0.995	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	0.836	0.959	0.975	0.996	0.998	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	0.834	0.966	0.985	0.994	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	0.816	0.975	0.989	0.992	0.992	1.000	1.000	1.000	1.000	1.000	1.000
7 Year Average											
Excluding High/Low	0.819	0.975	0.982	0.997	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Closed Claims to Cumulative Reported Claims
Auto Liability
December 31, 2006

<u>Accident Year</u>	<u>144</u>	<u>156</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.000	1.000	1.000	1.000	1.000	1.000	
1991	1.000	1.000	1.000	1.000	1.000		
1992	1.000	1.000	1.000	1.000			
1993	1.000	1.000	1.000				
1994	1.000	1.000					
1995	1.000						
Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.000	1.000	1.000	1.000	1.000		
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000	1.000		
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000
7 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000	1.000		

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Incurred Loss Development
General Liability
December 31, 2006

Accident Year	Cumulative Incurred Loss	Selected Development Factors	Cumulative Development Factors	Ultimate Loss (1) x (3)
	(1)	(2)	(3)	(4)
1989	\$ 207,853	1.000	1.000	\$ 207,853
1990	439,863	1.000	1.000	439,863
1991	84,015	1.000	1.000	84,015
1992	139,376	1.000	1.000	139,376
1993	600,979	1.000	1.000	600,979
1994	106,065	1.000	1.000	106,065
1995	156,790	1.000	1.000	156,790
1996	357,926	1.000	1.000	357,926
1997	706,526	1.000	1.000	706,526
1998	554,289	1.000	1.000	554,289
1999	657,094	1.000	1.000	657,094
2000	164,560	1.000	1.000	164,560
2001	522,198	1.000	1.000	522,198
2002	1,028,490	1.003	1.003	1,031,575
2003	306,344	1.162	1.165	357,040
2004	255,616	1.189	1.386	354,223
2005	258,559	2.201	3.050	788,622
2006	92,218	2.324	7.088	653,673
Total	\$ 6,638,761			\$ 7,882,667

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Incurred Loss Development
General Liability
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	2.838	0.782	0.978	0.992	1.019	0.971	1.000	1.000	1.000	1.000	1.000
1990	1.528	1.345	1.205	1.729	1.000	0.997	0.992	1.017	1.000	1.000	1.000
1991	5.768	0.867	0.870	1.820	1.430	0.602	1.000	1.000	1.000	1.000	1.000
1992	1.289	5.783	0.843	0.899	1.134	1.028	1.000	0.968	1.000	1.000	1.000
1993	1.430	1.015	1.018	1.118	1.004	1.004	0.985	0.991	1.000	1.000	1.000
1994	2.490	2.582	0.440	1.089	0.997	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.827	1.660	1.088	1.412	0.828	1.000	1.000	1.000	1.000	1.000	1.000
1996	2.760	1.453	1.070	1.286	0.955	0.987	1.016	1.000	1.000	1.000	1.000
1997	1.878	7.124	1.114	0.948	0.979	1.000	1.000	1.000	1.000	1.000	1.000
1998	6.046	1.255	1.976	1.029	0.976	1.000	1.000	1.000	1.000	1.000	1.000
1999	2.296	2.022	1.243	1.433	0.974	1.000	1.000	1.000	1.000	1.000	1.000
2000	0.919	2.129	0.994	0.858	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	3.142	1.580	1.172	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000
2002	1.206	2.083	1.230	1.298	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	2.669	2.025	1.121	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	1.920	2.881	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	2.385	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	2.435	2.287	1.091	1.208	1.023	0.966	0.999	0.998	1.000	1.000	1.000
Volume Weighted Average	1.906	1.758	1.132	1.162	0.993	0.986	0.998	0.999	1.000	1.000	1.000
Time Weighted Average	2.359	2.380	1.149	1.161	0.995	0.985	1.001	0.997	1.000	1.000	1.000
Average Excluding High/Low	2.301	2.049	1.073	1.186	1.003	0.996	0.999	0.999	1.000	1.000	1.000
5 Year Average	2.324	2.079	1.174	1.109	0.985	1.000	1.000	1.000	1.000	1.000	1.000
Excluding High/Low	2.324	2.330	1.174	1.052	0.991	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	2.350	2.201	1.189	1.139	0.987	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume	1.947	2.000	1.180	1.169	0.982	0.998	1.002	1.000	1.000	1.000	1.000
Weighted Average	2.295	2.044	1.215	1.149	1.004	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume	2.324	2.201	1.189	1.139	0.987	1.000	1.000	1.000	1.000	1.000	1.000
Weighted Average	2.295	2.044	1.215	1.149	1.004	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of	2.295	2.044	1.215	1.149	1.004	1.000	1.000	1.000	1.000	1.000	1.000
December 2005	2.295	2.044	1.215	1.149	1.004	1.000	1.000	1.000	1.000	1.000	1.000
Selected	<u>2.324</u>	<u>2.201</u>	<u>1.189</u>	<u>1.162</u>	<u>1.003</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	7.088	3.050	1.386	1.165	1.003	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.141	0.328	0.722	0.858	0.997	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Incurred Loss Development
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss
General Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	97,608	277,034	216,667	211,909	210,162	214,162	207,853	207,853	207,853	207,853	207,853	207,853	207,853
1990	102,048	155,946	209,752	252,657	436,862	436,928	435,782	432,379	439,863	439,863	439,863	439,863	439,863
1991	12,322	71,071	61,614	53,618	97,558	139,535	84,015	84,015	84,015	84,015	84,015	84,015	84,015
1992	21,837	28,145	162,765	137,258	123,437	140,033	143,955	143,955	139,376	139,376	139,376	139,376	139,376
1993	369,601	528,569	536,313	545,876	610,519	612,730	615,450	606,482	600,979	600,979	600,979	600,979	600,979
1994	34,540	86,003	222,029	97,658	106,375	106,065	106,065	106,065	106,065	106,065	106,065	106,065	106,065
1995	89,788	74,221	123,230	134,129	189,397	156,790	156,790	156,790	156,790	156,790	156,790	156,790	156,790
1996	67,665	186,767	271,412	290,544	373,656	356,656	352,170	357,926	357,926	357,926	357,926	357,926	357,926
1997	51,105	95,958	683,597	761,629	721,708	706,526	706,526	706,526	706,526	706,526	706,526	706,526	706,526
1998	36,819	222,626	279,432	552,177	568,186	554,289	554,289	554,289	554,289	554,289	554,289	554,289	554,289
1999	81,637	187,463	379,072	471,046	674,779	657,094	657,094	657,094	657,094	657,094	657,094	657,094	657,094
2000	98,597	90,655	192,961	191,743	164,560	164,560	164,560	164,560	164,560	164,560	164,560	164,560	164,560
2001	89,836	282,253	445,860	522,576	522,589	522,198	522,198	522,198	522,198	522,198	522,198	522,198	522,198
2002	256,428	309,254	644,254	792,306	1,028,490	1,028,490	1,028,490	1,028,490	1,028,490	1,028,490	1,028,490	1,028,490	1,028,490
2003	50,550	134,895	273,187	306,344	306,344	306,344	306,344	306,344	306,344	306,344	306,344	306,344	306,344
2004	46,226	88,740	255,616	255,616	255,616	255,616	255,616	255,616	255,616	255,616	255,616	255,616	255,616
2005	108,411	258,559	258,559	258,559	258,559	258,559	258,559	258,559	258,559	258,559	258,559	258,559	258,559
2006	92,218	92,218	92,218	92,218	92,218	92,218	92,218	92,218	92,218	92,218	92,218	92,218	92,218

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss
General Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	207,853	207,853	207,853	207,853	207,853
1990	439,863	439,863	439,863	439,863	
1991	84,015	84,015	84,015		
1992	139,376	139,376			
1993	600,979				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Paid Loss Development
General Liability
December 31, 2006

Accident Year	Cumulative Paid Loss	Selected Development Factors	Cumulative Development Factors	Ultimate Loss (1) x (3)
	(1)	(2)	(3)	(4)
1989	\$ 207,853	1.000	1.000	\$ 207,853
1990	439,863	1.000	1.000	439,863
1991	84,015	1.000	1.000	84,015
1992	139,376	1.000	1.000	139,376
1993	600,979	1.000	1.000	600,979
1994	106,065	1.000	1.000	106,065
1995	156,790	1.000	1.000	156,790
1996	357,926	1.000	1.000	357,926
1997	706,526	1.000	1.000	706,526
1998	554,289	1.000	1.000	554,289
1999	657,094	1.000	1.000	657,094
2000	164,560	1.001	1.001	164,725
2001	483,429	1.006	1.007	486,816
2002	872,109	1.064	1.071	934,425
2003	234,046	1.311	1.405	328,759
2004	124,762	1.516	2.129	265,679
2005	139,464	2.392	5.094	710,393
2006	28,487	3.388	17.258	491,617
Total	\$ 6,057,633			\$7,393,190

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Paid Loss Development
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	3.864	0.747	1.583	1.005	1.025	1.008	1.000	1.000	1.000	1.000	1.000
1990	1.994	1.404	1.699	2.491	1.000	1.006	1.001	1.017	1.000	1.000	1.000
1991	1.669	2.530	1.519	1.071	1.462	1.022	1.000	1.000	1.000	1.000	1.000
1992	3.484	2.928	1.722	1.152	1.374	1.039	1.003	1.004	1.000	1.000	1.000
1993	3.805	1.763	1.304	1.537	1.013	1.015	1.001	1.004	1.000	1.000	1.000
1994	9.389	1.327	1.131	1.020	1.064	1.000	1.000	1.000	1.000	1.000	1.000
1995	8.209	2.703	1.294	1.184	1.216	1.000	1.000	1.000	1.000	1.000	1.000
1996	10.332	2.142	1.225	1.340	1.015	1.009	1.055	1.000	1.000	1.000	1.000
1997	2.838	3.016	4.053	1.022	1.001	1.000	1.000	1.000	1.000	1.000	1.000
1998	8.811	1.461	1.252	2.161	1.015	1.000	1.000	1.000	1.000	1.000	1.000
1999	2.907	2.336	1.480	1.647	1.029	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.774	1.390	1.534	1.014	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	6.523	2.296	1.524	1.088	1.026	1.000	1.000	1.000	1.000	1.000	1.000
2002	2.383	1.835	2.380	1.364	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	2.038	3.983	1.190	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	2.278	2.448	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	2.882	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	4.422	2.144	1.659	1.364	1.095	1.008	1.005	1.003	1.000	1.000	1.000
Volume Weighted Average	3.388	1.875	1.681	1.363	1.035	1.006	1.005	1.003	1.000	1.000	1.000
Time Weighted Average	4.205	2.311	1.694	1.342	1.064	1.005	1.007	1.001	1.000	1.000	1.000
Average Excluding High/Low	4.212	2.113	1.516	1.300	1.071	1.006	1.001	1.001	1.000	1.000	1.000
5 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Excluding High/Low	2.514	2.193	1.513	1.366	1.014	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	2.399	2.755	1.698	1.155	1.019	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Weighted Average	2.524	2.392	1.744	1.221	1.024	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Weighted Average	2.907	2.195	1.662	1.436	1.016	1.001	1.008	1.000	1.000	1.000	1.000
Evaluation as of	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
December 2005	3.449	2.346	1.543	1.311	1.075	1.008	1.001	1.001	1.000	1.000	1.000
Selected	<u>3.388</u>	<u>2.392</u>	<u>1.516</u>	<u>1.311</u>	<u>1.064</u>	<u>1.006</u>	<u>1.001</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	17.258	5.094	2.129	1.405	1.071	1.007	1.001	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.058	0.196	0.470	0.712	0.933	0.993	0.999	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Paid Loss Development
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Paid Loss
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	43,838	169,390	126,482	200,212	201,189	206,198	207,853	207,853	207,853	207,853	207,853	207,853	207,853
1990	36,218	72,223	101,376	172,281	429,216	429,282	431,947	432,379	439,863	439,863	439,863	439,863	439,863
1991	8,182	13,655	34,548	52,484	56,233	82,219	84,015	84,015	84,015	84,015	84,015	84,015	84,015
1992	4,787	16,680	48,844	84,126	96,940	133,151	138,407	138,779	139,376	139,376	139,376	139,376	139,376
1993	43,219	164,451	289,999	378,014	581,120	588,929	597,999	598,735	600,979	600,979	600,979	600,979	600,979
1994	6,926	65,029	86,321	97,658	99,653	106,065	106,065	106,065	106,065	106,065	106,065	106,065	106,065
1995	3,794	31,144	84,188	108,916	128,988	156,790	156,790	156,790	156,790	156,790	156,790	156,790	156,790
1996	9,115	94,177	201,725	247,114	331,060	336,010	339,152	357,926	357,926	357,926	357,926	357,926	357,926
1997	19,900	56,485	170,375	690,512	705,609	706,526	706,526	706,526	706,526	706,526	706,526	706,526	706,526
1998	15,685	138,193	201,920	252,856	546,353	554,289	554,289	554,289	554,289	554,289	554,289	554,289	554,289
1999	38,571	112,133	261,977	387,683	638,399	657,094	657,094	657,094	657,094	657,094	657,094	657,094	657,094
2000	42,870	76,054	105,748	162,267	164,560	164,560	164,560	164,560	164,560	164,560	164,560	164,560	164,560
2001	18,952	123,618	283,857	432,734	470,949	483,429	483,429	483,429	483,429	483,429	483,429	483,429	483,429
2002	61,435	146,396	268,703	639,459	872,109	872,109	872,109	872,109	872,109	872,109	872,109	872,109	872,109
2003	24,232	49,373	196,632	234,046	234,046	234,046	234,046	234,046	234,046	234,046	234,046	234,046	234,046
2004	22,372	50,964	124,762	124,762	124,762	124,762	124,762	124,762	124,762	124,762	124,762	124,762	124,762
2005	48,390	139,464	139,464	139,464	139,464	139,464	139,464	139,464	139,464	139,464	139,464	139,464	139,464
2006	28,487	28,487	28,487	28,487	28,487	28,487	28,487	28,487	28,487	28,487	28,487	28,487	28,487

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss
General Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	207,853	207,853	207,853	207,853	207,853
1990	439,863	439,863	439,863	439,863	
1991	84,015	84,015	84,015		
1992	139,376	139,376			
1993	600,979				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Paid Loss to Cumulative Incurred Loss
General Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	0.449	0.611	0.584	0.945	0.957	0.963	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	0.355	0.463	0.483	0.682	0.982	0.983	0.991	1.000	1.000	1.000	1.000	1.000	1.000
1991	0.664	0.192	0.561	0.979	0.576	0.589	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	0.219	0.593	0.300	0.613	0.785	0.951	0.961	0.964	1.000	1.000	1.000	1.000	1.000
1993	0.117	0.311	0.541	0.692	0.952	0.961	0.972	0.987	1.000	1.000	1.000	1.000	1.000
1994	0.201	0.756	0.389	1.000	0.937	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.042	0.420	0.683	0.812	0.681	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.135	0.504	0.743	0.851	0.886	0.942	0.963	1.000	1.000	1.000	1.000	1.000	1.000
1997	0.389	0.589	0.249	0.907	0.978	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	0.426	0.621	0.723	0.458	0.962	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	0.472	0.598	0.691	0.823	0.946	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	0.435	0.839	0.548	0.846	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	0.211	0.438	0.637	0.828	0.901	0.926							
2002	0.240	0.473	0.417	0.807	0.848								
2003	0.479	0.366	0.720	0.764									
2004	0.484	0.574	0.488										
2005	0.446	0.539											
2006	0.309												

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Paid Loss to Cumulative Incurred Loss
General Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	1.000	1.000	1.000	1.000	1.000
1990	1.000	1.000	1.000	1.000	
1991	1.000	1.000	1.000		
1992	1.000	1.000			
1993	1.000				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Average Incurred Loss per Reported Claim Development
General Liability
December 31, 2006

Accident Year	Cumulative Incurred Loss per Reported Claim	Selected Development Factors	Cumulative Development Factors	Ultimate Average Loss (1) x (3)	Ultimate Claims	Ultimate Loss (4) x (5)
(1)	(2)	(3)	(4)	(5)	(6)	
1989	\$ 2,335.427	1.000	1.000	\$ 2,335.427	89	\$ 207,853
1990	4,443.061	1.000	1.000	4,443.061	99	439,863
1991	1,500.268	1.000	1.000	1,500.268	56	84,015
1992	1,935.778	1.000	1.000	1,935.778	72	139,376
1993	6,462.140	1.000	1.000	6,462.140	93	600,979
1994	982.083	1.000	1.000	982.083	108	106,065
1995	1,844.588	1.000	1.000	1,844.588	85	156,790
1996	2,958.066	1.000	1.000	2,958.066	121	357,926
1997	7,136.626	1.000	1.000	7,136.626	99	706,526
1998	3,903.444	1.000	1.000	3,903.444	142	554,289
1999	4,627.423	1.000	1.000	4,627.423	142	657,094
2000	1,127.123	1.000	1.000	1,127.123	146	164,560
2001	4,351.650	1.000	1.000	4,351.650	120	522,661
2002	6,309.755	1.000	1.000	6,309.755	164	1,032,122
2003	2,112.717	1.157	1.157	2,444.414	146	356,759
2004	2,242.246	1.157	1.339	3,001.580	116	348,832
2005	2,085.153	2.166	2.900	6,045.930	133	802,401
2006	1,013.385	2.027	5.877	5,955.685	111	660,698
Total					2,042	\$ 7,898,809

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Incurred Loss per Cumulative Reported Claims Development
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	2.545	0.773	0.967	0.992	1.019	0.971	1.000	1.000	1.000	1.000	1.000
1990	1.391	1.273	1.167	1.711	1.000	0.987	0.992	1.017	1.000	1.000	1.000
1991	4.863	0.819	0.870	1.820	1.379	0.602	1.000	1.000	1.000	1.000	1.000
1992	0.993	5.265	0.796	0.887	1.134	1.028	1.000	0.968	1.000	1.000	1.000
1993	1.206	0.946	1.007	1.106	0.982	1.004	0.985	0.991	1.000	1.000	1.000
1994	2.419	2.534	0.440	1.089	0.997	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.774	1.542	1.076	1.412	0.828	1.000	1.000	1.000	1.000	1.000	1.000
1996	2.470	1.381	1.053	1.286	0.955	0.996	1.016	1.000	1.000	1.000	
1997	1.698	6.764	1.114	0.948	0.979	1.000	1.000	1.000	1.000		
1998	5.319	1.201	1.948	1.029	0.976	0.993	1.000	1.000			
1999	2.106	1.907	1.243	1.433	0.967	1.000	1.000				
2000	0.833	2.054	0.994	0.841	1.000	1.000					
2001	2.972	1.525	1.123	1.000	0.999						
2002	0.926	2.018	1.207	1.298							
2003	2.293	1.997	1.114								
2004	1.554	2.653									
2005	2.135										
Average	2.147	2.166	1.075	1.204	1.017	0.965	0.999	0.998	1.000	1.000	1.000
Volume Weighted Average	1.644	1.630	1.085	1.155	0.998	0.973	0.998	0.999	1.000	1.000	1.000
Time Weighted Average	2.081	2.262	1.134	1.157	0.991	0.984	1.001	0.997	1.000	1.000	1.000
Average Excluding High/Low	2.027	1.937	1.056	1.183	1.001	0.995	0.999	0.999	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	1.994	2.023	1.148	1.109	0.985	0.999	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.994	2.223	1.148	1.046	0.989	0.998	1.000	1.000	1.000	1.000	1.000
3 Year Volume											
Weighted Average	2.005	2.154	1.156	1.117	0.984	0.997	1.000	1.000	1.000	1.000	1.000
5 Year Volume											
Weighted Average	1.702	1.916	1.157	1.157	0.981	0.998	1.002	1.000	1.000	1.000	1.000
Evaluation as of											
December 2005	2.019	1.974	1.191	1.136	1.001	1.000	1.000	1.000	1.000	1.000	1.000
Selected	<u>2.027</u>	<u>2.166</u>	<u>1.157</u>	<u>1.157</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	5.877	2.900	1.339	1.157	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.170	0.345	0.747	0.864	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims Development
General Liability
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims
General Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	1,251	3,184	2,462	2,381	2,361	2,406	2,335	2,335	2,335	2,335	2,335	2,335	2,335
1990	1,260	1,752	2,231	2,605	4,458	4,458	4,402	4,367	4,443	4,443	4,443	4,443	4,443
1991	287	1,394	1,141	993	1,807	2,492	1,500	1,500	1,500	1,500	1,500	1,500	1,500
1992	465	461	2,429	1,933	1,714	1,945	1,999	1,999	1,936	1,936	1,936	1,936	1,936
1993	5,280	6,368	6,026	6,065	6,709	6,588	6,618	6,521	6,462	6,462	6,462	6,462	6,462
1994	335	811	2,056	904	985	982	982	982	982	982	982	982	982
1995	1,230	952	1,467	1,578	2,228	1,845	1,845	1,845	1,845	1,845	1,845	1,845	1,845
1996	663	1,638	2,262	2,382	3,063	2,923	2,910	2,958	2,958	2,958	2,958	2,958	2,958
1997	601	1,021	6,905	7,693	7,290	7,137	7,137	7,137	7,137	7,137	7,137	7,137	7,137
1998	315	1,674	2,010	3,916	4,030	3,931	3,903	3,903	3,903	3,903	3,903	3,903	3,903
1999	669	1,409	2,688	3,341	4,786	4,627	4,627	4,627	4,627	4,627	4,627	4,627	4,627
2000	789	657	1,349	1,341	1,127	1,127	1,127	1,127	1,127	1,127	1,127	1,127	1,127
2001	856	2,543	3,877	4,355	4,355	4,352	4,352	4,352	4,352	4,352	4,352	4,352	4,352
2002	2,155	1,995	4,027	4,861	6,310	6,310	6,310	6,310	6,310	6,310	6,310	6,310	6,310
2003	414	950	1,897	2,113	2,113	2,113	2,113	2,113	2,113	2,113	2,113	2,113	2,113
2004	544	845	2,242	2,242	2,242	2,242	2,242	2,242	2,242	2,242	2,242	2,242	2,242
2005	977	2,085	2,085	2,085	2,085	2,085	2,085	2,085	2,085	2,085	2,085	2,085	2,085
2006	1,013	1,013	1,013	1,013	1,013	1,013	1,013	1,013	1,013	1,013	1,013	1,013	1,013

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims
General Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	2,335	2,335	2,335	2,335	2,335
1990	4,443	4,443	4,443	4,443	
1991	1,500	1,500	1,500		
1992	1,936	1,936			
1993	6,462				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Average Paid Loss per Closed Claim Development
General Liability
December 31, 2006

Accident Year	Cumulative Paid Loss per Closed Claim	Selected Development Factors	Cumulative Development Factors	Ultimate Average Loss (1) x (3)	Ultimate Claims	Ultimate Loss (4) x (5)
	(1)	(2)	(3)	(4)	(5)	(6)
1989	\$ 2,335.427	1.000	1.000	\$ 2,335.427	89	\$ 207,853
1990	4,443.061	1.000	1.000	4,443.061	99	439,863
1991	1,500.268	1.000	1.000	1,500.268	56	84,015
1992	1,935.778	1.000	1.000	1,935.778	72	139,376
1993	6,462.140	1.000	1.000	6,462.140	93	600,979
1994	982.083	1.000	1.000	982.083	108	106,065
1995	1,844.588	1.000	1.000	1,844.588	85	156,790
1996	2,958.066	1.000	1.000	2,958.066	121	357,926
1997	7,136.626	1.000	1.000	7,136.626	99	706,526
1998	3,903.444	1.000	1.000	3,903.444	142	554,289
1999	4,627.423	1.000	1.000	4,627.423	142	657,094
2000	1,127.123	1.000	1.000	1,127.123	146	164,560
2001	4,096.856	1.000	1.000	4,096.856	120	492,059
2002	5,450.681	1.061	1.061	5,782.488	164	945,874
2003	1,695.986	1.273	1.350	2,290.417	146	334,283
2004	1,247.620	1.444	1.950	2,432.999	116	282,754
2005	1,245.214	2.204	4.298	5,352.086	133	710,315
2006	351.691	2.796	12.016	4,225.836	111	468,796
Total					2,042	\$7,409,417

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Paid Loss per Cumulative Closed Claims Development
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	3.061	0.710	1.457	1.005	1.025	0.997	1.000	1.000	1.000	1.000	1.000
1990	1.629	1.338	1.606	2.337	1.000	0.996	0.991	1.017	1.000	1.000	1.000
1991	1.409	2.324	1.432	1.051	1.435	0.985	1.000	1.000	1.000	1.000	1.000
1992	2.506	2.782	1.566	1.102	1.354	1.025	1.003	0.990	1.000	1.000	1.000
1993	2.907	1.548	1.229	1.520	1.013	0.993	0.979	0.993	1.000	1.000	1.000
1994	8.469	1.265	1.121	1.030	1.064	0.991	1.000	1.000	1.000	1.000	1.000
1995	6.323	2.532	1.262	1.156	1.187	1.000	1.000	1.000	1.000	1.000	1.000
1996	8.497	2.010	1.194	1.306	1.015	1.009	1.047	1.000	1.000	1.000	1.000
1997	2.512	2.916	3.840	1.001	0.981	1.000	1.000	1.000	1.000	1.000	1.000
1998	7.521	1.372	1.206	2.114	1.000	0.993	1.000	1.000	1.000	1.000	1.000
1999	2.605	2.246	1.425	1.623	0.993	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.478	1.350	1.491	0.972	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	5.724	2.123	1.417	1.060	1.018	1.000	1.000	1.000	1.000	1.000	1.000
2002	1.832	1.823	2.302	1.304	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.729	3.809	1.190	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	1.808	2.375	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	2.367	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	3.669	2.033	1.582	1.327	1.084	0.999	1.002	1.000	1.000	1.000	1.000
Volume Weighted Average	2.796	1.736	1.611	1.309	1.033	0.998	0.999	1.000	1.000	1.000	1.000
Time Weighted Average	3.513	2.204	1.626	1.307	1.051	0.999	1.004	0.999	1.000	1.000	1.000
Average Excluding High/Low	3.498	2.000	1.444	1.273	1.061	0.998	0.999	0.999	1.000	1.000	1.000
5 Year Average	2.003	2.107	1.444	1.329	0.998	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.968	2.669	1.637	1.112	1.004	0.998	1.000	1.000	1.000	1.000	1.000
3 Year Volume Weighted Average	2.076	2.368	1.634	1.161	1.004	0.997	1.000	1.000	1.000	1.000	1.000
5 Year Volume Weighted Average	2.450	2.128	1.573	1.384	0.995	1.000	1.006	1.000	1.000	1.000	1.000
Evaluation as of December 2005	2.840	2.064	1.465	1.270	1.065	1.003	0.999	0.999	1.000	1.000	1.000
Selected	<u>2.796</u>	<u>2.204</u>	<u>1.444</u>	<u>1.273</u>	<u>1.061</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	12.016	4.298	1.950	1.350	1.061	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.083	0.233	0.513	0.740	0.943	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Paid Loss per Cumulative Closed Claims Development
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of							
December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims
General Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	719	2,200	1,562	2,275	2,286	2,343	2,335	2,335	2,335	2,335	2,335	2,335	2,335
1990	541	881	1,179	1,893	4,425	4,426	4,408	4,367	4,443	4,443	4,443	4,443	4,443
1991	215	303	705	1,009	1,061	1,523	1,500	1,500	1,500	1,500	1,500	1,500	1,500
1992	117	293	814	1,275	1,405	1,902	1,949	1,955	1,936	1,936	1,936	1,936	1,936
1993	786	2,284	3,537	4,345	6,604	6,692	6,644	6,508	6,462	6,462	6,462	6,462	6,462
1994	75	638	807	904	931	991	982	982	982	982	982	982	982
1995	67	421	1,066	1,345	1,554	1,845	1,845	1,845	1,845	1,845	1,845	1,845	1,845
1996	104	880	1,770	2,112	2,759	2,800	2,826	2,958	2,958	2,958	2,958	2,958	2,958
1997	258	649	1,893	7,269	7,274	7,137	7,137	7,137	7,137	7,137	7,137	7,137	7,137
1998	149	1,124	1,541	1,859	3,931	3,931	3,903	3,903	3,903	3,903	3,903	3,903	3,903
1999	344	897	2,015	2,872	4,660	4,627	4,627	4,627	4,627	4,627	4,627	4,627	4,627
2000	390	576	778	1,159	1,127	1,127	1,127	1,127	1,127	1,127	1,127	1,127	1,127
2001	220	1,261	2,678	3,796	4,025	4,097	4,097	4,097	4,097	4,097	4,097	4,097	4,097
2002	544	996	1,816	4,179	5,451	5,451	5,451	5,451	5,451	5,451	5,451	5,451	5,451
2003	216	374	1,425	1,696	1,696	1,696	1,696	1,696	1,696	1,696	1,696	1,696	1,696
2004	291	525	1,248	1,248	1,248	1,248	1,248	1,248	1,248	1,248	1,248	1,248	1,248
2005	526	1,245	1,245	1,245	1,245	1,245	1,245	1,245	1,245	1,245	1,245	1,245	1,245
2006	352	352	352	352	352	352	352	352	352	352	352	352	352

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims
General Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	2,335	2,335	2,335	2,335	2,335
1990	4,443	4,443	4,443	4,443	
1991	1,500	1,500	1,500		
1992	1,936	1,936			
1993	6,462				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Claims Based on Reported Claim Development
General Liability
December 31, 2006

Accident Year	Cumulative Reported Claims	Selected Development Factors	Cumulative Development Factors	Ultimate Claims (1) x (3)
_____	_____ (1)	_____ (2)	_____ (3)	_____ (4)
1989	89	1.000	1.000	89
1990	99	1.000	1.000	99
1991	56	1.000	1.000	56
1992	72	1.000	1.000	72
1993	93	1.000	1.000	93
1994	108	1.000	1.000	108
1995	85	1.000	1.000	85
1996	121	1.000	1.000	121
1997	99	1.000	1.000	99
1998	142	1.000	1.000	142
1999	142	1.000	1.000	142
2000	146	1.000	1.000	146
2001	120	1.001	1.001	120
2002	163	1.003	1.004	164
2003	145	1.003	1.007	146
2004	114	1.013	1.019	116
2005	124	1.050	1.070	133
2006	91	1.139	1.219	111
Total	2,009			2,042

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Reported Claim Development
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	1.115	1.011	1.011	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.099	1.056	1.032	1.010	1.000	1.010	1.000	1.000	1.000	1.000	1.000
1991	1.186	1.059	1.000	1.000	1.037	1.000	1.000	1.000	1.000	1.000	1.000
1992	1.298	1.098	1.060	1.014	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	1.186	1.072	1.011	1.011	1.022	1.000	1.000	1.000	1.000	1.000	1.000
1994	1.029	1.019	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.068	1.077	1.012	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.118	1.053	1.017	1.000	1.000	0.992	1.000	1.000	1.000	1.000	1.000
1997	1.106	1.053	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	1.137	1.045	1.014	1.000	1.000	1.007	1.000	1.000	1.000	1.000	1.000
1999	1.090	1.060	1.000	1.000	1.007	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.104	1.036	1.000	1.021	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	1.057	1.036	1.043	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	1.303	1.032	1.019	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.164	1.014	1.007	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	1.235	1.086	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	1.117	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	1.142	1.051	1.015	1.004	1.005	1.001	1.000	1.000	1.000	1.000	1.000
Volume Weighted Average	1.136	1.047	1.014	1.004	1.004	1.001	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.146	1.049	1.014	1.004	1.003	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.139	1.050	1.013	1.003	1.003	1.001	1.000	1.000	1.000	1.000	1.000
5 Year Average	1.172	1.035	1.009	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Excluding High/Low	1.172	1.044	1.023	1.007	1.002	1.002	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.167	1.040	1.021	1.007	1.002	1.002	1.000	1.000	1.000	1.000	1.000
3 Year Volume	1.167	1.040	1.021	1.007	1.002	1.002	1.000	1.000	1.000	1.000	1.000
Weighted Average	1.175	1.038	1.013	1.004	1.002	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume	1.175	1.038	1.013	1.004	1.002	1.000	1.000	1.000	1.000	1.000	1.000
Weighted Average	1.140	1.047	1.013	1.003	1.003	1.001	1.000	1.000	1.000	1.000	1.000
Evaluation as of December 2005	1.140	1.047	1.013	1.003	1.003	1.001	1.000	1.000	1.000	1.000	1.000
Selected	<u>1.139</u>	<u>1.050</u>	<u>1.013</u>	<u>1.003</u>	<u>1.003</u>	<u>1.001</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.219	1.070	1.019	1.007	1.004	1.001	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.820	0.934	0.981	0.994	0.996	0.999	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Reported Claim Development
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Reported Claims
 General Liability
 December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	78	87	88	89	89	89	89	89	89	89	89	89	89
1990	81	89	94	97	98	98	99	99	99	99	99	99	99
1991	43	51	54	54	54	56	56	56	56	56	56	56	56
1992	47	61	67	71	72	72	72	72	72	72	72	72	72
1993	70	83	89	90	91	93	93	93	93	93	93	93	93
1994	103	106	108	108	108	108	108	108	108	108	108	108	108
1995	73	78	84	85	85	85	85	85	85	85	85	85	85
1996	102	114	120	122	122	122	121	121	121	121	121	121	121
1997	85	94	99	99	99	99	99	99	99	99	99		
1998	117	133	139	141	141	141	142	142	142	142			
1999	122	133	141	141	141	142	142	142	142				
2000	125	138	143	143	146	146	146						
2001	105	111	115	120	120	120							
2002	119	155	160	163	163								
2003	122	142	144	145									
2004	85	105	114										
2005	111	124											
2006	91												

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Reported Claims
General Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	89	89	89	89	89
1990	99	99	99	99	
1991	56	56	56		
1992	72	72			
1993	93				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Claims Based on Closed Claim Development
General Liability
December 31, 2006

Accident Year	Cumulative Closed Claims	Selected Development Factors	Cumulative Development Factors	Ultimate Claims (1) x (3)
_____	_____	_____	_____	_____
	(1)	(2)	(3)	(4)
1989	89	1.000	1.000	89
1990	99	1.000	1.000	99
1991	56	1.000	1.000	56
1992	72	1.000	1.000	72
1993	93	1.000	1.000	93
1994	108	1.000	1.000	108
1995	85	1.000	1.000	85
1996	121	1.000	1.000	121
1997	99	1.000	1.000	99
1998	142	1.000	1.000	142
1999	142	1.001	1.001	142
2000	146	1.002	1.003	146
2001	118	1.008	1.011	119
2002	160	1.009	1.020	163
2003	138	1.025	1.046	144
2004	100	1.046	1.094	109
2005	112	1.054	1.153	129
2006	81	1.214	1.399	113
Total	1,961			2,029

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Closed Claim Development
General Liability
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	1.262	1.052	1.086	1.000	1.000	1.011	1.000	1.000	1.000	1.000	1.000
1990	1.224	1.049	1.058	1.066	1.000	1.010	1.010	1.000	1.000	1.000	1.000
1991	1.184	1.089	1.061	1.019	1.019	1.037	1.000	1.000	1.000	1.000	1.000
1992	1.390	1.053	1.100	1.045	1.014	1.014	1.000	1.014	1.000	1.000	1.000
1993	1.309	1.139	1.061	1.011	1.000	1.023	1.022	1.011	1.000	1.000	1.000
1994	1.109	1.049	1.009	0.991	1.000	1.009	1.000	1.000	1.000	1.000	1.000
1995	1.298	1.068	1.025	1.025	1.024	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.216	1.065	1.026	1.026	1.000	1.000	1.008	1.000	1.000	1.000	1.000
1997	1.130	1.034	1.056	1.021	1.021	1.000	1.000	1.000	1.000	1.000	1.000
1998	1.171	1.065	1.038	1.022	1.014	1.007	1.000	1.000	1.000	1.000	1.000
1999	1.116	1.040	1.038	1.015	1.036	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.200	1.030	1.029	1.043	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	1.140	1.082	1.075	1.026	1.009	1.000	1.000	1.000	1.000	1.000	1.000
2002	1.301	1.007	1.034	1.046	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.179	1.045	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	1.260	1.031	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	1.217	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	1.218	1.056	1.047	1.025	1.011	1.009	1.004	1.002	1.000	1.000	1.000
Volume Weighted Average	1.207	1.051	1.042	1.026	1.010	1.007	1.004	1.002	1.000	1.000	1.000
Time Weighted Average	1.209	1.049	1.039	1.027	1.012	1.006	1.003	1.002	1.000	1.000	1.000
Average Excluding High/Low	1.214	1.054	1.046	1.025	1.009	1.008	1.002	1.001	1.000	1.000	1.000
5 Year Average	1.219	1.036	1.034	1.030	1.015	1.000	1.000	1.000	1.000	1.000	1.000
Excluding High/Low	1.219	1.028	1.036	1.038	1.015	1.002	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.219	1.028	1.036	1.038	1.015	1.002	1.000	1.000	1.000	1.000	1.000
3 Year Volume	1.214	1.027	1.033	1.039	1.015	1.002	1.000	1.000	1.000	1.000	1.000
Weighted Average	1.214	1.027	1.033	1.039	1.015	1.002	1.000	1.000	1.000	1.000	1.000
5 Year Volume	1.221	1.036	1.033	1.031	1.016	1.002	1.002	1.000	1.000	1.000	1.000
Weighted Average	1.221	1.036	1.033	1.031	1.016	1.002	1.002	1.000	1.000	1.000	1.000
Evaluation as of December 2005	1.214	1.055	1.049	1.023	1.009	1.008	1.002	1.002	1.000	1.000	1.000
Selected	<u>1.214</u>	<u>1.054</u>	<u>1.046</u>	<u>1.025</u>	<u>1.009</u>	<u>1.008</u>	<u>1.002</u>	<u>1.001</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.399	1.153	1.094	1.046	1.020	1.011	1.003	1.001	1.000	1.000	1.000
Ratio to Ultimate	0.715	0.868	0.914	0.956	0.980	0.989	0.997	0.999	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Closed Claim Development
General Liability
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

(Part 1)

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Closed Claims
General Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	61	77	81	88	88	88	89	89	89	89	89	89	89
1990	67	82	86	91	97	97	98	99	99	99	99	99	99
1991	38	45	49	52	53	54	56	56	56	56	56	56	56
1992	41	57	60	66	69	70	71	71	72	72	72	72	72
1993	55	72	82	87	88	88	90	92	93	93	93	93	93
1994	92	102	107	108	107	107	108	108	108	108	108	108	108
1995	57	74	79	81	83	85	85	85	85	85	85	85	85
1996	88	107	114	117	120	120	120	121	121	121	121	121	121
1997	77	87	90	95	97	99	99	99	99	99	99	99	99
1998	105	123	131	136	139	141	142	142	142	142	142	142	142
1999	112	125	130	135	137	142	142	142	142	142	142	142	142
2000	110	132	136	140	146	146	146	146	146	146	146	146	146
2001	86	98	106	114	117	118	118	118	118	118	118	118	118
2002	113	147	148	153	160	160	160	160	160	160	160	160	160
2003	112	132	138	138	138	138	138	138	138	138	138	138	138
2004	77	97	100	100	100	100	100	100	100	100	100	100	100
2005	92	112	112	112	112	112	112	112	112	112	112	112	112
2006	81	81	81	81	81	81	81	81	81	81	81	81	81

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Closed Claims
General Liability
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	89	89	89	89	89
1990	99	99	99	99	
1991	56	56	56		
1992	72	72			
1993	93				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Closed Claims to Cumulative Reported Claims
General Liability
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>
1989	0.782	0.885	0.920	0.989	0.989	0.989	1.000	1.000	1.000	1.000	1.000
1990	0.827	0.921	0.915	0.938	0.990	0.990	0.990	1.000	1.000	1.000	1.000
1991	0.884	0.882	0.907	0.963	0.981	0.964	1.000	1.000	1.000	1.000	1.000
1992	0.872	0.934	0.896	0.930	0.958	0.972	0.986	0.986	1.000	1.000	1.000
1993	0.786	0.867	0.921	0.967	0.967	0.946	0.968	0.989	1.000	1.000	1.000
1994	0.893	0.962	0.991	1.000	0.991	0.991	1.000	1.000	1.000	1.000	1.000
1995	0.781	0.949	0.940	0.953	0.976	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.863	0.939	0.950	0.959	0.984	0.984	0.992	1.000	1.000	1.000	1.000
1997	0.906	0.926	0.909	0.960	0.980	1.000	1.000	1.000	1.000	1.000	
1998	0.897	0.925	0.942	0.965	0.986	1.000	1.000	1.000	1.000		
1999	0.918	0.940	0.922	0.957	0.972	1.000	1.000	1.000			
2000	0.880	0.957	0.951	0.979	1.000	1.000	1.000				
2001	0.819	0.883	0.922	0.950	0.975	0.983					
2002	0.950	0.948	0.925	0.939	0.982						
2003	0.918	0.930	0.958	0.952							
2004	0.906	0.924	0.877								
2005	0.829	0.903									
2006	0.890										
Average	0.867	0.922	0.928	0.960	0.981	0.986	0.995	0.998	1.000	1.000	1.000
Time Weighted Average	0.879	0.926	0.929	0.958	0.981	0.990	0.996	0.998	1.000	1.000	1.000
Average Excluding High/Low	0.867	0.923	0.927	0.959	0.981	0.988	0.997	0.999	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	0.905	0.919	0.933	0.953	0.981	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	0.875	0.919	0.920	0.947	0.986	0.994	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Closed Claims to Cumulative Reported Claims
General Liability
December 31, 2006

<u>Accident Year</u>	<u>144</u>	<u>156</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.000	1.000	1.000	1.000	1.000	1.000	
1991	1.000	1.000	1.000	1.000	1.000		
1992	1.000	1.000	1.000	1.000			
1993	1.000	1.000	1.000				
1994	1.000	1.000					
1995	1.000						
Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.000	1.000	1.000	1.000	1.000		
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000	1.000		
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000

**MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Incurred Loss Development
Property
December 31, 2006**

Accident Year	Cumulative Incurred Loss	Selected Development Factors	Cumulative Development Factors	Ultimate Loss (1) x (3)
	(1)	(2)	(3)	(4)
1989	\$ 124,141	1.000	1.000	\$ 124,141
1990	32,734	1.000	1.000	32,734
1991	75,626	1.000	1.000	75,626
1992	63,858	1.000	1.000	63,858
1993	63,660	1.000	1.000	63,660
1994	96,833	1.000	1.000	96,833
1995	85,639	1.000	1.000	85,639
1996	92,901	1.000	1.000	92,901
1997	225,205	1.000	1.000	225,205
1998	135,150	1.000	1.000	135,150
1999	392,466	1.000	1.000	392,466
2000	130,204	1.000	1.000	130,204
2001	505,931	1.000	1.000	505,931
2002	369,496	1.000	1.000	369,496
2003	265,463	1.000	1.000	265,463
2004	229,621	1.000	1.000	229,621
2005	369,470	1.000	1.000	369,470
2006	393,270	1.019	1.019	400,751
Total	\$ 3,651,668			\$ 3,659,149

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Incurred Loss Development
Property
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	0.959	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.047	1.000	0.891	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	1.416	0.986	1.003	1.000	1.108	1.000	1.000	1.000	1.000	1.000	1.000
1992	0.708	0.973	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	0.912	0.906	0.997	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	0.937	1.058	0.992	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.386	0.655	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.860	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	0.976	0.999	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	1.021	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	1.014	0.993	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	0.898	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	1.356	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	1.081	1.014	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	0.967	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	0.971	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	0.901	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	1.024	0.974	0.992	1.001	1.008	1.000	1.000	1.000	1.000	1.000	1.000
Volume Weighted Average	1.028	0.984	0.998	1.000	1.004	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.019	0.981	0.998	1.000	1.004	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.019	0.991	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average Excluding High/Low	1.006	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	0.946	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume Weighted Average	0.939	1.006	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume Weighted Average	1.063	1.003	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of December 2005	1.034	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected	<u>1.019</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.019	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.981	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Incurred Loss Development
Property
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of							
December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss
Property
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	129,614	124,280	124,141	124,141	124,141	124,141	124,141	124,141	124,141	124,141	124,141	124,141	124,141
1990	35,099	36,757	36,757	32,734	32,734	32,734	32,734	32,734	32,734	32,734	32,734	32,734	32,734
1991	48,696	68,976	68,021	68,232	68,232	75,626	75,626	75,626	75,626	75,626	75,626	75,626	75,626
1992	92,696	65,630	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858
1993	77,321	70,484	63,871	63,660	63,660	63,660	63,660	63,660	63,660	63,660	63,660	63,660	63,660
1994	97,749	91,568	96,834	96,023	96,833	96,833	96,833	96,833	96,833	96,833	96,833	96,833	96,833
1995	94,348	130,765	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639
1996	108,016	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901
1997	230,682	225,205	224,935	225,205	225,205	225,205	225,205	225,205	225,205	225,205	225,205	225,205	225,205
1998	132,322	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150
1999	389,714	395,092	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466
2000	144,984	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204
2001	372,970	505,710	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931
2002	337,524	364,735	369,940	369,496	369,496	369,496	369,496	369,496	369,496	369,496	369,496	369,496	369,496
2003	274,711	265,711	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463
2004	236,522	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621
2005	410,159	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470
2006	393,270	393,270	393,270	393,270	393,270	393,270	393,270	393,270	393,270	393,270	393,270	393,270	393,270

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss
Property
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	124,141	124,141	124,141	124,141	124,141
1990	32,734	32,734	32,734	32,734	
1991	75,626	75,626	75,626		
1992	63,858	63,858			
1993	63,660				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Paid Loss Development
Property
December 31, 2006

Accident Year	Cumulative Paid Loss	Selected Development Factors	Cumulative Development Factors	Ultimate Loss (1) x (3)
	(1)	(2)	(3)	(4)
1989	\$ 124,141	1.000	1.000	\$ 124,141
1990	32,734	1.000	1.000	32,734
1991	75,626	1.000	1.000	75,626
1992	63,858	1.000	1.000	63,858
1993	63,660	1.000	1.000	63,660
1994	96,833	1.000	1.000	96,833
1995	85,639	1.000	1.000	85,639
1996	92,901	1.000	1.000	92,901
1997	225,205	1.000	1.000	225,205
1998	135,150	1.000	1.000	135,150
1999	392,466	1.000	1.000	392,466
2000	130,204	1.000	1.000	130,204
2001	505,931	1.000	1.000	505,931
2002	369,496	1.000	1.000	369,496
2003	265,463	1.000	1.000	265,463
2004	229,621	1.000	1.000	229,664
2005	369,470	1.008	1.008	372,495
2006	282,983	1.484	1.496	423,385
Total	\$ 3,541,381			\$3,684,851

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Paid Loss Development
 Property
 December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	10.772	1.086	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.205	1.000	0.891	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	2.013	1.000	1.003	1.000	1.108	1.000	1.000	1.000	1.000	1.000	1.000
1992	2.717	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	1.000	1.000	1.125	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	1.070	1.058	0.992	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.271	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.127	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	1.408	0.999	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	1.114	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	1.686	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.462	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	1.926	1.047	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	1.845	1.007	1.006	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.092	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	1.095	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	1.225	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	2.002	1.012	1.001	1.001	1.008	1.000	1.000	1.000	1.000	1.000	1.000
Volume Weighted Average	1.459	1.014	1.002	1.000	1.004	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.470	1.008	1.004	1.000	1.004	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.484	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	1.388	1.002	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.137	1.002	1.002	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume											
Weighted Average	1.146	1.003	1.002	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume											
Weighted Average	1.423	1.017	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of											
December 2005	1.502	1.009	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected	1.484	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Cumulative	1.496	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.668	0.992	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Paid Loss Development
 Property
 December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of							
December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss
Property
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	10,609	114,275	124,141	124,141	124,141	124,141	124,141	124,141	124,141	124,141	124,141	124,141	124,141
1990	30,499	36,756	36,756	32,734	32,734	32,734	32,734	32,734	32,734	32,734	32,734	32,734	32,734
1991	33,797	68,021	68,021	68,232	68,232	75,626	75,626	75,626	75,626	75,626	75,626	75,626	75,626
1992	23,506	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858	63,858
1993	56,571	56,571	56,571	63,660	63,660	63,660	63,660	63,660	63,660	63,660	63,660	63,660	63,660
1994	85,569	91,568	96,834	96,023	96,833	96,833	96,833	96,833	96,833	96,833	96,833	96,833	96,833
1995	67,455	85,765	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639	85,639
1996	82,416	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901	92,901
1997	159,932	225,205	224,935	225,205	225,205	225,205	225,205	225,205	225,205	225,205	225,205	225,205	225,205
1998	121,352	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150	135,150
1999	232,722	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466	392,466
2000	89,084	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204	130,204
2001	250,862	483,069	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931	505,931
2002	197,648	364,735	367,177	369,496	369,496	369,496	369,496	369,496	369,496	369,496	369,496	369,496	369,496
2003	243,339	265,711	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463	265,463
2004	209,790	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621	229,621
2005	301,573	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470	369,470
2006	282,983	282,983	282,983	282,983	282,983	282,983	282,983	282,983	282,983	282,983	282,983	282,983	282,983

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss
Property
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	124,141	124,141	124,141	124,141	124,141
1990	32,734	32,734	32,734	32,734	
1991	75,626	75,626	75,626		
1992	63,858	63,858			
1993	63,660				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Ratio of Cumulative Paid Loss to Cumulative Incurred Loss
 Property
 December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	0.082	0.919	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	0.869	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	0.694	0.986	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	0.254	0.973	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	0.732	0.803	0.886	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	0.875	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.715	0.656	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.763	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	0.693	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	0.917	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	0.597	0.993	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	0.614	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	0.673	0.955	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	0.586	1.000	0.993	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	0.886	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	0.887	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	0.735	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2006	0.720	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Paid Loss to Cumulative Incurred Loss
Property
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	1.000	1.000	1.000	1.000	1.000
1990	1.000	1.000	1.000	1.000	
1991	1.000	1.000	1.000		
1992	1.000	1.000			
1993	1.000				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Average Incurred Loss per Reported Claim Development
Property
December 31, 2006

Accident Year	Cumulative Incurred Loss per Reported Claim	Selected Development Factors	Cumulative Development Factors	Ultimate Average Loss (1) x (3)	Ultimate Claims	Ultimate Loss (4) x (5)
	(1)	(2)	(3)	(4)	(5)	(6)
1989	\$ 7,302.412	1.000	1.000	\$ 7,302.412	17	\$ 124,141
1990	1,487.909	1.000	1.000	1,487.909	22	32,734
1991	2,800.963	1.000	1.000	2,800.963	27	75,626
1992	2,660.750	1.000	1.000	2,660.750	24	63,858
1993	2,273.571	1.000	1.000	2,273.571	28	63,660
1994	2,200.750	1.000	1.000	2,200.750	44	96,833
1995	1,259.397	1.000	1.000	1,259.397	68	85,639
1996	1,009.793	1.000	1.000	1,009.793	92	92,901
1997	2,559.148	1.000	1.000	2,559.148	88	225,205
1998	1,185.526	1.000	1.000	1,185.526	114	135,150
1999	2,548.481	1.000	1.000	2,548.481	154	392,466
2000	818.893	1.000	1.000	818.893	159	130,204
2001	3,862.069	1.000	1.000	3,862.069	131	505,931
2002	2,463.307	1.000	1.000	2,463.307	150	369,496
2003	1,434.935	1.000	1.000	1,434.935	185	265,463
2004	1,290.006	1.000	1.000	1,290.006	178	229,621
2005	2,186.213	1.000	1.000	2,186.213	169	369,470
2006	2,427.593	0.952	0.952	2,309.962	178	410,887
Total					1,828	\$ 3,669,285

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims Development
Property
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	0.846	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.000	1.000	0.891	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	1.253	0.986	0.966	1.000	1.108	1.000	1.000	1.000	1.000	1.000	1.000
1992	0.620	0.973	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	0.846	0.906	0.997	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	0.915	1.033	0.992	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.304	0.655	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.776	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	0.976	0.999	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	0.977	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	0.974	0.993	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	0.887	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	1.283	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	0.980	1.014	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	0.915	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	0.851	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	0.794	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	0.953	0.972	0.990	1.001	1.008	1.000	1.000	1.000	1.000	1.000	1.000
Volume Weighted Average	0.923	0.976	0.992	1.001	1.009	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	0.950	0.980	0.997	1.000	1.004	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	0.952	0.991	0.996	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	0.915	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	0.853	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume											
Weighted Average	0.841	1.006	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume											
Weighted Average	0.989	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of											
December 2005	0.963	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected	0.952	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Cumulative	0.952	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.051	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims Development
Property
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of							
December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Incurred Loss per Cumulative Reported Claims
 Property
 December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	8,641	7,311	7,302	7,302	7,302	7,302	7,302	7,302	7,302	7,302	7,302	7,302	7,302
1990	1,671	1,671	1,671	1,488	1,488	1,488	1,488	1,488	1,488	1,488	1,488	1,488	1,488
1991	2,117	2,653	2,616	2,527	2,527	2,801	2,801	2,801	2,801	2,801	2,801	2,801	2,801
1992	4,414	2,735	2,661	2,661	2,661	2,661	2,661	2,661	2,661	2,661	2,661	2,661	2,661
1993	2,974	2,517	2,281	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274
1994	2,327	2,129	2,201	2,182	2,201	2,201	2,201	2,201	2,201	2,201	2,201	2,201	2,201
1995	1,474	1,923	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259
1996	1,301	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010
1997	2,621	2,559	2,556	2,559	2,559	2,559	2,559	2,559	2,559	2,559	2,559	2,559	2,559
1998	1,214	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186
1999	2,633	2,566	2,548	2,548	2,548	2,548	2,548	2,548	2,548	2,548	2,548	2,548	2,548
2000	923	819	819	819	819	819	819	819	819	819	819	819	819
2001	3,008	3,860	3,862	3,862	3,862	3,862	3,862	3,862	3,862	3,862	3,862	3,862	3,862
2002	2,482	2,432	2,466	2,463	2,463	2,463	2,463	2,463	2,463	2,463	2,463	2,463	2,463
2003	1,570	1,436	1,435	1,435	1,435	1,435	1,435	1,435	1,435	1,435	1,435	1,435	1,435
2004	1,516	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290
2005	2,753	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186
2006	2,428	2,428	2,428	2,428	2,428	2,428	2,428	2,428	2,428	2,428	2,428	2,428	2,428

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Incurred Loss per Cumulative Reported Claims
Property
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	7,302	7,302	7,302	7,302	7,302
1990	1,488	1,488	1,488	1,488	
1991	2,801	2,801	2,801		
1992	2,661	2,661			
1993	2,274				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Loss Based on Average Paid Loss per Closed Claim Development
Property
December 31, 2006

Accident Year	Cumulative Paid Loss per Closed Claim	Selected Development Factors	Cumulative Development Factors	Ultimate Average Loss (1) x (3)	Ultimate Claims	Ultimate Loss (4) x (5)
	(1)	(2)	(3)	(4)	(5)	(6)
1989	\$ 7,302.412	1.000	1.000	\$ 7,302.412	17	\$ 124,141
1990	1,487.909	1.000	1.000	1,487.909	22	32,734
1991	2,800.963	1.000	1.000	2,800.963	27	75,626
1992	2,660.750	1.000	1.000	2,660.750	24	63,858
1993	2,273.571	1.000	1.000	2,273.571	28	63,660
1994	2,200.750	1.000	1.000	2,200.750	44	96,833
1995	1,259.397	1.000	1.000	1,259.397	68	85,639
1996	1,009.793	1.000	1.000	1,009.793	92	92,901
1997	2,559.148	1.000	1.000	2,559.148	88	225,205
1998	1,185.526	1.000	1.000	1,185.526	114	135,150
1999	2,548.481	1.000	1.000	2,548.481	154	392,466
2000	818.893	1.000	1.000	818.893	159	130,204
2001	3,862.069	1.000	1.000	3,862.069	131	505,931
2002	2,463.307	1.000	1.000	2,463.307	150	369,496
2003	1,434.935	1.000	1.000	1,434.935	185	265,463
2004	1,290.006	1.000	1.000	1,290.006	178	229,621
2005	2,186.213	1.004	1.004	2,194.958	169	370,948
2006	2,210.805	1.155	1.160	2,563.693	178	456,020
Total					1,828	\$3,715,896

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims Development
Property
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	7.181	0.959	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	0.976	1.000	0.850	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	1.426	0.923	0.966	1.000	1.108	1.000	1.000	1.000	1.000	1.000	1.000
1992	1.417	0.958	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	0.880	0.893	1.125	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	0.896	1.033	0.992	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.972	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.858	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	1.216	0.999	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	0.967	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	1.433	0.994	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.140	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	1.585	1.039	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	1.476	1.013	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	0.874	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	0.806	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	0.935	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	1.473	0.988	0.996	1.001	1.008	1.000	1.000	1.000	1.000	1.000	1.000
Volume Weighted Average	1.344	0.982	0.997	1.001	1.009	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.149	0.999	1.001	1.000	1.004	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.137	0.991	0.997	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	1.095	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	0.871	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume											
Weighted Average	0.880	1.006	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume											
Weighted Average	1.155	1.018	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of											
December 2005	1.218	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected	<u>1.155</u>	<u>1.004</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.160	1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.862	0.996	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims Development
Property
December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims
Property
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	1,061	7,618	7,302	7,302	7,302	7,302	7,302	7,302	7,302	7,302	7,302	7,302	7,302
1990	1,794	1,750	1,750	1,488	1,488	1,488	1,488	1,488	1,488	1,488	1,488	1,488	1,488
1991	1,988	2,834	2,616	2,527	2,527	2,801	2,801	2,801	2,801	2,801	2,801	2,801	2,801
1992	1,959	2,776	2,661	2,661	2,661	2,661	2,661	2,661	2,661	2,661	2,661	2,661	2,661
1993	2,571	2,263	2,020	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274
1994	2,377	2,129	2,201	2,182	2,201	2,201	2,201	2,201	2,201	2,201	2,201	2,201	2,201
1995	1,297	1,261	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259
1996	1,177	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010
1997	2,104	2,559	2,556	2,559	2,559	2,559	2,559	2,559	2,559	2,559	2,559	2,559	2,559
1998	1,226	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186	1,186
1999	1,790	2,565	2,548	2,548	2,548	2,548	2,548	2,548	2,548	2,548	2,548	2,548	2,548
2000	718	819	819	819	819	819	819	819	819	819	819	819	819
2001	2,345	3,716	3,862	3,862	3,862	3,862	3,862	3,862	3,862	3,862	3,862	3,862	3,862
2002	1,647	2,432	2,464	2,463	2,463	2,463	2,463	2,463	2,463	2,463	2,463	2,463	2,463
2003	1,644	1,436	1,435	1,435	1,435	1,435	1,435	1,435	1,435	1,435	1,435	1,435	1,435
2004	1,601	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290	1,290
2005	2,338	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186	2,186
2006	2,211	2,211	2,211	2,211	2,211	2,211	2,211	2,211	2,211	2,211	2,211	2,211	2,211

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Paid Loss per Cumulative Closed Claims
Property
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	7,302	7,302	7,302	7,302	7,302
1990	1,488	1,488	1,488	1,488	
1991	2,801	2,801	2,801		
1992	2,661	2,661			
1993	2,274				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Claims Based on Reported Claim Development
Property
December 31, 2006

Accident Year	Cumulative Reported Claims	Selected Development Factors	Cumulative Development Factors	Ultimate Claims (1) x (3)
_____	_____ (1)	_____ (2)	_____ (3)	_____ (4)
1989	17	1.000	1.000	17
1990	22	1.000	1.000	22
1991	27	1.000	1.000	27
1992	24	1.000	1.000	24
1993	28	1.000	1.000	28
1994	44	1.000	1.000	44
1995	68	1.000	1.000	68
1996	92	1.000	1.000	92
1997	88	1.000	1.000	88
1998	114	1.000	1.000	114
1999	154	1.000	1.000	154
2000	159	1.000	1.000	159
2001	131	1.000	1.000	131
2002	150	1.000	1.000	150
2003	185	1.000	1.000	185
2004	178	1.000	1.000	178
2005	169	1.000	1.000	169
2006	162	1.098	1.098	178
Total	1,812			1,828

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Reported Claim Development
Property
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	1.133	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.048	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	1.130	1.000	1.038	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	1.143	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	1.077	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	1.024	1.023	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.063	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.108	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	1.046	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	1.041	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.013	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	1.056	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	1.103	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.057	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	1.141	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	1.134	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	1.077	1.001	1.003	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Volume Weighted Average	1.072	1.001	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.076	1.001	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.078	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average											
Excluding High/Low	1.098	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.111	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume											
Weighted Average	1.108	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume											
Weighted Average	1.099	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of											
December 2005	1.074	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected	<u>1.098</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.098	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.911	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Reported Claim Development
 Property
 December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low 5 Year Average	1.000	1.000	1.000	1.000			
Excluding High/Low 3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Reported Claims
 Property
 December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	15	17	17	17	17	17	17	17	17	17	17	17	17
1990	21	22	22	22	22	22	22	22	22	22	22	22	22
1991	23	26	26	27	27	27	27	27	27	27	27	27	27
1992	21	24	24	24	24	24	24	24	24	24	24	24	24
1993	26	28	28	28	28	28	28	28	28	28	28	28	28
1994	42	43	44	44	44	44	44	44	44	44	44	44	44
1995	64	68	68	68	68	68	68	68	68	68	68	68	68
1996	83	92	92	92	92	92	92	92	92	92	92	92	92
1997	88	88	88	88	88	88	88	88	88	88	88	88	88
1998	109	114	114	114	114	114	114	114	114	114	114	114	114
1999	148	154	154	154	154	154	154	154	154	154	154	154	154
2000	157	159	159	159	159	159	159	159	159	159	159	159	159
2001	124	131	131	131	131	131	131	131	131	131	131	131	131
2002	136	150	150	150	150	150	150	150	150	150	150	150	150
2003	175	185	185	185	185	185	185	185	185	185	185	185	185
2004	156	178	178	178	178	178	178	178	178	178	178	178	178
2005	149	169	169	169	169	169	169	169	169	169	169	169	169
2006	162	162	162	162	162	162	162	162	162	162	162	162	162

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Reported Claims
Property
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	17	17	17	17	17
1990	22	22	22	22	
1991	27	27	27		
1992	24	24			
1993	28				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ultimate Claims Based on Closed Claim Development
Property
December 31, 2006

Accident Year	Cumulative Closed Claims	Selected Development Factors	Cumulative Development Factors	Ultimate Claims (1) x (3)
	(1)	(2)	(3)	(4)
1989	17	1.000	1.000	17
1990	22	1.000	1.000	22
1991	27	1.000	1.000	27
1992	24	1.000	1.000	24
1993	28	1.000	1.000	28
1994	44	1.000	1.000	44
1995	68	1.000	1.000	68
1996	92	1.000	1.000	92
1997	88	1.000	1.000	88
1998	114	1.000	1.000	114
1999	154	1.000	1.000	154
2000	159	1.000	1.000	159
2001	131	1.000	1.000	131
2002	150	1.000	1.000	150
2003	185	1.000	1.000	185
2004	178	1.001	1.001	178
2005	169	1.007	1.008	170
2006	128	1.279	1.289	165
Total	1,778			1,816

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Closed Claim Development
Property
December 31, 2006

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>
1989	1.500	1.133	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.235	1.000	1.048	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	1.412	1.083	1.038	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	1.917	1.043	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	1.136	1.120	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	1.194	1.023	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	1.308	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	1.314	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	1.158	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	1.152	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	1.177	1.007	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	1.282	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	1.215	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	1.250	0.993	1.007	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	1.250	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	1.359	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	1.310	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	1.304	1.026	1.006	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Volume Weighted Average	1.259	1.007	1.002	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.273	1.010	1.003	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.274	1.020	1.003	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average	1.270	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Excluding High/Low	1.270	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	1.306	0.998	1.002	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Volume	1.304	0.998	1.002	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Weighted Average	1.304	0.998	1.002	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Volume	1.279	1.000	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Weighted Average	1.279	1.000	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Evaluation as of December 2005	1.268	1.007	1.002	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected	1.279	1.007	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Cumulative	1.289	1.008	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	0.776	0.992	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Closed Claim Development
 Property
 December 31, 2006

<u>Accident Year</u>	<u>144-156</u>	<u>156-168</u>	<u>168-180</u>	<u>180-192</u>	<u>192-204</u>	<u>204-216</u>	<u>216-Ult</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	
1990	1.000	1.000	1.000	1.000	1.000		
1991	1.000	1.000	1.000	1.000			
1992	1.000	1.000	1.000				
1993	1.000	1.000					
1994	1.000						
1995							
Average	1.000	1.000	1.000	1.000	1.000	1.000	
Volume Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Average Excluding High/Low	1.000	1.000	1.000	1.000			
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000			
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	
3 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
5 Year Volume							
Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	
Evaluation as of December 2005	1.000	1.000	1.000	1.000	1.000	1.000	
Selected	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>	<u>1.000</u>
Cumulative	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Ratio to Ultimate	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
 Cumulative Closed Claims
 Property
 December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>156</u>
1989	10	15	17	17	17	17	17	17	17	17	17	17	17
1990	17	21	21	22	22	22	22	22	22	22	22	22	22
1991	17	24	26	27	27	27	27	27	27	27	27	27	27
1992	12	23	24	24	24	24	24	24	24	24	24	24	24
1993	22	25	28	28	28	28	28	28	28	28	28	28	28
1994	36	43	44	44	44	44	44	44	44	44	44	44	44
1995	52	68	68	68	68	68	68	68	68	68	68	68	68
1996	70	92	92	92	92	92	92	92	92	92	92	92	92
1997	76	88	88	88	88	88	88	88	88	88	88	88	88
1998	99	114	114	114	114	114	114	114	114	114	114	114	114
1999	130	153	154	154	154	154	154	154	154	154	154	154	154
2000	124	159	159	159	159	159	159	159	159	159	159	159	159
2001	107	130	131	131	131	131	131	131	131	131	131	131	131
2002	120	150	149	150	150	150	150	150	150	150	150	150	150
2003	148	185	185	185	185	185	185	185	185	185	185	185	185
2004	131	178	178	178	178	178	178	178	178	178	178	178	178
2005	129	169	169	169	169	169	169	169	169	169	169	169	169
2006	128	128	128	128	128	128	128	128	128	128	128	128	128

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Cumulative Closed Claims
Property
December 31, 2006

<u>Accident Year</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	17	17	17	17	17
1990	22	22	22	22	
1991	27	27	27		
1992	24	24			
1993	28				

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Closed Claims to Cumulative Reported Claims
Property
December 31, 2006

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>
1989	0.667	0.882	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	0.810	0.955	0.955	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1991	0.739	0.923	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1992	0.571	0.958	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1993	0.846	0.893	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1994	0.857	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1995	0.813	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1996	0.843	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1997	0.864	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1998	0.908	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1999	0.878	0.994	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2000	0.790	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2001	0.863	0.992	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2002	0.882	1.000	0.993	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	0.846	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	0.840	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	0.866	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2006	0.790	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average	0.815	0.976	0.997	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	0.838	0.991	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	0.825	0.981	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average	0.850	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Excluding High/Low	0.850	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
3 Year Average	0.832	1.000	0.998	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION
Ratio of Cumulative Closed Claims to Cumulative Reported Claims
Property
December 31, 2006

<u>Accident Year</u>	<u>144</u>	<u>156</u>	<u>168</u>	<u>180</u>	<u>192</u>	<u>204</u>	<u>216</u>
1989	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1990	1.000	1.000	1.000	1.000	1.000	1.000	
1991	1.000	1.000	1.000	1.000	1.000		
1992	1.000	1.000	1.000	1.000			
1993	1.000	1.000	1.000				
1994	1.000	1.000					
1995	1.000						
Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Time Weighted Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Average Excluding High/Low	1.000	1.000	1.000	1.000	1.000		
5 Year Average							
Excluding High/Low	1.000	1.000	1.000	1.000	1.000		
3 Year Average	1.000	1.000	1.000	1.000	1.000	1.000	1.000

Miami Valley Risk Management Association

Automobile Liability

Ultimate Loss Estimate for Accident Years 2005 and 2006

Fund Year	(1) Underlying Retention Level	(2) Ultimate Losses	(3) Exposures	(4) Loss Cost	(5) Trended Loss Cost
1989-LY 1	\$ 250,000	\$ 111,919	534	\$ 209.59	\$ 346.41
1990-LY 2	250,000	18,683	663	28.18	45.22
1991-LY 3	250,000	13,946	797	17.50	27.26
1992-LY 4	250,000	39,293	870	45.16	68.32
1993-LY 5	250,000	329,494	1,023	322.09	472.99
1994-LY 6	250,000	126,181	1,153	109.44	156.03
1995-LY 7	250,000	157,537	1,031	152.80	211.51
1996 LY 8	250,000	75,097	1,131	66.40	89.23
1997-LY 9**	500,000	1,018,826	1,293	787.96	1,028.10
1998-LY 10	500,000	98,687	1,379	71.56	90.66
1999-LY 11	500,000	203,725	1,367	149.03	183.29
2000-LY 12	500,000	81,660	1,431	57.06	68.14
2001-LY 13	500,000	534,626	1,422	375.97	435.85
2002-LY 14	500,000	180,000	1,557	115.61	130.12
2003-LY 15	1,000,000	203,000	1,573	129.05	141.02
2004-LY 16	1,000,000	72,000	1,745	41.26	43.77
2005-LY 17	1,000,000		1,828		
2006-LY 18	1,000,000		1,812		
Total*		\$ 3,264,674	18,969		
(6)	Weighted Average Loss Cost			\$ 172.11	\$ 221.51
(7)	Indicated Funding Using Weighted Average Loss Cost for 2005			\$ 314,609	\$ 393,133
(8)	Indicated Funding Using Weighted Average Loss Cost for 2006			\$ 311,856	\$ 401,382

* Does not include 2005, 2006

** Ultimate adjusted for \$1M retention

2004 Exposures adjusted for Centerville entering the pool at 9/1/04

Col (1): Provided by MVRMA
 Col (2): From 12/31/06 Actuarial Review
 Col (3): Number of vehicles from pool contribution worksheets provided by MVRMA
 Col (4): Col (2) / Col (3)
 Col (5): Col (4) * 3% Annual Loss Trend.

Row (6): For Col (4), Total Col (2) / Total Col (3)
 For Col (5), Wgtd Ave of Col (3) and Col (5)
 Row (7): For Col (4), Row (6) x 2005 Exposures
 For Col (5), Row (6) / 1.03 x 2005 Exposures
 Row (8): Row (6) x 2006 Exposures

Miami Valley Risk Management Association

Automobile Liability

Ultimate Loss Estimate of Accident Years 2005 and 2006

**Ultimate Losses Include Provision for Industry Expected Excess Losses Above \$250,000
\$1,000,000 Retention Level**

Fund Year	(1) Underlying Retention Level	(2) Ultimate Losses Adjusted to \$1,000,000	(3) Exposures	(4) Loss Cost	(5) Trended Loss Cost
1989-LY 1	\$ 250,000	\$ 145,271	534	\$ 272.04	\$ 449.65
1990-LY 2	250,000	24,251	663	36.58	58.70
1991-LY 3	250,000	18,102	797	22.71	35.39
1992-LY 4	250,000	51,002	870	58.62	88.67
1993-LY 5	250,000	427,683	1,023	418.07	613.95
1994-LY 6	250,000	163,783	1,153	142.05	202.53
1995-LY 7	250,000	204,483	1,031	198.33	274.54
1996-LY 8	250,000	97,476	1,131	86.19	115.83
1997-LY 9	500,000	418,387	1,293	323.58	422.20
1998-LY 10	500,000	128,096	1,379	92.89	117.67
1999-LY 11	500,000	264,435	1,367	193.44	237.91
2000-LY 12	500,000	105,995	1,431	74.07	88.44
2001-LY 13	500,000	561,340	1,422	394.75	457.63
2002-LY 14	500,000	233,640	1,557	150.06	168.89
2003-LY 15	1,000,000	263,494	1,573	167.51	183.04
2004-LY 16	1,000,000	93,456	1,745	53.56	56.82
2005-LY 17	1,000,000		1,828		
2006-LY 18	1,000,000		1,812		
Total*		\$ 3,200,893	18,969		
(6)	Weighted Average Loss Cost			\$ 168.74	\$ 217.24
(7)	Indicated Funding Using Weighted Average Loss Cost for 2005			\$ 308,463	\$ 385,541
(8)	Indicated Funding Using Weighted Average Loss Cost for 2006			\$ 305,763	\$ 393,631

* Does not include 2005, 2006

2004 Exposures adjusted for Centerville entering the pool at 9/1/04

Col (1): Provided by MVRMA
 Col (2): Based on 12/31/06 Actuarial Review and industry expected excess losses
 Col (3): Number of vehicles from pool contribution worksheets provided by MVRMA
 Col (4): Col (2) / Col (3)
 Col (5): Col (4) * 3% Annual Loss Trend.

Row (6): For Col (4), Total Col (2) / Total Col (3)
 For Col (5), Wgtd Ave of Col (3) and Col (5)
 Row (7): For Col (4), Row (6) x 2005 Exposures
 For Col (5), Row (6) / 1.03 x 2005 Exposures
 Row (8): Row (6) x 2006 Exposures

Miami Valley Risk Management Association

General Liability

Ultimate Loss Estimate for Accident Years 2005 and 2006

Fund Year	(1) Underlying Retention Level	(2) Ultimate Losses	(3) Exposures	(4) Loss Cost (per \$1,000)	(5) Trended Loss Cost (per \$1,000)
1989-LY 1	\$ 250,000	\$ 207,853	\$ 54,753,102	\$ 3.80	\$ 6.27
1990-LY 2	250,000	439,863	70,449,956	6.24	10.02
1991-LY 3	250,000	84,015	81,038,056	1.04	1.62
1992-LY 4	250,000	139,376	98,591,734	1.41	2.14
1993-LY 5**	250,000	1,193,369	122,437,189	9.75	14.31
1994-LY 6	250,000	106,065	137,923,803	0.77	1.10
1995-LY 7	250,000	156,790	144,552,618	1.08	1.50
1996 LY 8	250,000	357,926	148,369,934	2.41	3.24
1997-LY 9**	500,000	1,206,526	185,700,460	6.50	8.48
1998-LY 10	500,000	554,289	196,296,039	2.82	3.58
1999-LY 11	500,000	657,094	210,953,824	3.11	3.83
2000-LY 12	500,000	164,560	221,459,981	0.74	0.89
2001-LY 13	500,000	620,000	244,925,981	2.53	2.93
2002-LY 14	500,000	1,150,000	267,468,122	4.30	4.84
2003-LY 15	1,000,000	408,000	291,347,311	1.40	1.53
2004-LY 16	1,000,000	400,000	310,650,751	1.29	1.37
2005-LY 17	1,000,000		336,661,822		
2006-LY 18	1,000,000		350,433,689		
Total*		\$ 7,845,726	\$ 2,786,918,861		
(6)	Weighted Average Loss Cost			\$ 2.82	\$ 3.64
(7)	Indicated Funding Using Weighted Average Loss Cost for 2005			\$ 947,769	\$ 1,191,260
(8)	Indicated Funding Using Weighted Average Loss Cost for 2006			\$ 986,540	\$ 1,277,191

* Does not include 2005, 2006

** Ultimate adjusted for \$1M retention

2004 Exposures adjusted for Centerville entering the pool at 9/1/04

Col (1): Provided by MVRMA

Col (2): From 12/31/06 Actuarial Review

Col (3): Net operating expenditures from pool contribution worksheets provided by MVRMA

Col (4): Col (2) / Col (3) x 1000

Col (5): Col (4) * 3% Annual Loss Trend.

Row (6): For Col (4), Total Col (2) / Total Col (3) x 1000

For Col (5), Wgtd Ave of Col (3) and Col (5)

Row (7): For Col (4), Row (6) x 2005 Exposures / 1000

For Col (5), Row (6) / 1.03 x 2005 Exposures / 1000

Row (8): Row (6) x 2006 Exposures / 1000

Miami Valley Risk Management Association

General Liability

Ultimate Loss Estimate of Accident Years 2005 and 2006

**Ultimate Losses Include Provision for Industry Expected Excess Losses Above \$250,000
\$1,000,000 Retention Level**

Fund Year	(1) Underlying Retention Limit	(2) Ultimate Losses Adjusted to \$1,000,000	(3) Exposures	(4) Loss Cost (per \$1,000)	(5) Trended Loss Cost (per \$1,000)
1989-LY 1	\$ 250,000	\$ 269,793	\$ 54,753,102	\$ 4.93	\$ 8.14
1990-LY 2	250,000	570,942	70,449,956	8.10	13.00
1991-LY 3	250,000	109,051	81,038,056	1.35	2.10
1992-LY 4	250,000	180,910	98,591,734	1.83	2.78
1993-LY 5	250,000	780,071	122,437,189	6.37	9.36
1994-LY 6	250,000	137,672	137,923,803	1.00	1.42
1995-LY 7	250,000	203,513	144,552,618	1.41	1.95
1996-LY 8	250,000	464,588	148,369,934	3.13	4.21
1997-LY 9	500,000	592,571	185,700,460	3.19	4.16
1998-LY 10	500,000	672,603	196,296,039	3.43	4.34
1999-LY 11	500,000	852,908	210,953,824	4.04	4.97
2000-LY 12	500,000	213,599	221,459,981	0.96	1.15
2001-LY 13	500,000	804,760	244,925,981	3.29	3.81
2002-LY 14	500,000	1,492,700	267,468,122	5.58	6.28
2003-LY 15	1,000,000	529,584	291,347,311	1.82	1.99
2004-LY 16	1,000,000	519,200	310,650,751	1.67	1.77
2005-LY 17	1,000,000		336,661,822		
2006-LY 18	1,000,000		350,433,689		
Total*		\$ 8,394,466	\$ 2,786,918,861		
(6)	Weighted Average Loss Cost			\$ 3.01	\$ 3.85
(7)	Indicated Funding Using Weighted Average Loss Cost for 2005			\$ 1,014,058	\$ 1,257,888
(8)	Indicated Funding Using Weighted Average Loss Cost for 2006			\$ 1,055,540	\$ 1,348,625

* Does not include 2005, 2006

2004 Exposures adjusted for Centerville entering the pool at 9/1/04

Col (1): Provided by MVRMA
 Col (2): Based on 12/31/06 Actuarial Review and industry expected excess losses
 Col (3): Net operating expenditures from pool contribution worksheets provided by MVRMA
 Col (4): Col (2) / Col (3) x 1000
 Col (5): Col (4) * 3% Annual Loss Trend.

Row (6): For Col (4), Total Col (2) / Total Col (3) x 1,000
 For Col (5), Wgtd Ave of Col (3) and Col (5)
 Row (7): For Col (4), Row (6) x 2005 Exposures / 1,000
 For Col (5), Row (6) / 1.03 x 2005 Exposures / 1,000
 Row (8): Row (6) x 2006 Exposures / 1,000

Miami Valley Risk Management Association

Property

Ultimate Loss Estimate for Accident Year 2006

Fund Year	(1) Underlying Retention Limit	(2) Ultimate Losses	(3) Exposures	(4) Loss Cost (per \$100,000)	(5) Trended Loss Cost (per \$100,000)
1989-LY 1	\$ 250,000	\$ 124,141			
1990-LY 2	250,000	32,734			
1991-LY 3	250,000	75,626			
1992-LY 4	250,000	63,858			
1993-LY 5	250,000	63,660			
1994-LY 6	100,000	96,833	\$ 155,936,818	\$ 62.10	\$ 88.54
1995-LY 7	150,000	85,639	170,273,015	50.30	69.62
1996 LY 8	250,000	92,901	196,770,620	47.21	63.45
1997-LY 9	250,000	225,205	230,863,622	97.55	127.28
1998-LY 10	250,000	135,150	285,628,117	47.32	59.94
1999-LY 11**	150,000	442,466	267,747,135	165.26	203.24
2000-LY 12	150,000	130,204	288,994,053	45.05	53.80
2001-LY 13	150,000	505,931	323,837,397	156.23	181.11
2002-LY 14	250,000	369,496	369,853,801	99.90	112.44
2003-LY 15	250,000	265,463	504,900,727	52.58	57.45
2004-LY 16	250,000	229,621	571,777,053	40.16	42.60
2005-LY 17	200,000	380,000	744,146,242	51.07	52.60
2006-LY 18	200,000		829,733,661		
Total*		\$ 2,958,909	\$ 4,110,728,600		
(6)	Weighted Average Loss Cost			\$ 71.98	\$ 84.50
(7)	Indicated Funding Using Weighted Average Loss Cost			\$ 597,244	\$ 701,135

*Does not include 1989-1993, 2006

** Ultimate adjusted for \$200,000 retention

2004 Exposures adjusted for Centerville entering the pool at 9/1/04

- Col (1): Provided by MVRMA
- Col (2): From 12/31/06 Actuarial Review
- Col (3): Property values from pool contribution worksheets provided by MVRMA
- Col (4): Col (2) / Col (3) x 100,000
- Col (5): Col (4) * 3% Annual Loss Trend.

- Row (6): For Col (4), Total Col (2) / Total Col (3) x 100,000
For Col (5), Wgtd Ave of Col (3) and Col (5)
- Row (7): Row (6) x 2006 Exposures / 100,000

Miami Valley Risk Management Association
 Net of Reinsurance; Losses Include ALAE
 Accident Years 2005 & 2006
 @12/06

Ultimate Loss Based on Bornhuetter-Ferguson Using Exposures and Incurred Losses

Line of Business	Exposures (1)	Selected Loss Rate (2)	Expected Ultimate Loss (1)*(2) (3)**	Cumulative Development Factors (4)*	Ratio of Cumulative Incurred to Ultimate 1/((4)) (5)	Ratio of Undeveloped Incurred to Ultimate 1-(5) (6)	Undeveloped Incurred Loss (3)*(6) (7)	Cumulative Incurred Loss (8)	Ultimate Loss (7)+(8) (9)
Auto Liab-2005	1,828	215.06	393,126	1.464	0.683	0.317	124,621	156,905	281,526
Auto Liab-2006	1,812	221.51	401,376	2.214	0.452	0.548	219,954	65,100	285,054
Property-2006	829,733,661	84.50	701,125	1.019	0.981	0.019	13,321	393,270	406,591
GL-2005	336,661,822	3.74	1,258,396	3.218	0.311	0.689	867,035	258,559	1,125,594
GL-2006	350,433,689	3.85	1,349,170	7.479	0.134	0.866	1,168,381	92,218	1,260,599

Ultimate Loss Based on Bornhuetter-Ferguson Using Exposures and Paid Losses

Line of Business	Exposures (1)	Selected Loss Rate (2)	Expected Ultimate Loss (1)*(2) (3)**	Cumulative Development Factors (4)*	Ratio of Cumulative Paid to Ultimate 1/((4)) (5)	Ratio of Undeveloped Paid to Ultimate 1-(5) (6)	Undeveloped Paid Loss (3)*(6) (7)	Cumulative Paid Loss (8)	Ultimate Loss (7)+(8) (9)
Auto Liab-2005	1,828	215.06	393,126	1.664	0.601	0.399	156,857	143,482	300,339
Auto Liab-2006	1,812	221.51	401,376	3.091	0.324	0.676	271,330	46,100	317,430
Property-2006	829,733,661	84.50	701,125	1.510	0.662	0.338	236,980	282,983	519,963
GL-2005	336,661,822	3.74	1,258,396	5.812	0.172	0.828	1,041,952	139,464	1,181,416
GL-2006	350,433,689	3.85	1,349,170	19.692	0.051	0.949	1,280,362	28,487	1,308,849

*Cumulative Development Factors for GL and AL adjusted for \$1,000,000 retention for 2005 and 2006.

**For Property exposures are divided by 100,000, for general liability exposures are divided by 1,000 before multiplying by Column 2.



Board of Trustees
Miami Valley Risk Management Association

STATEMENT OF ACTUARIAL OPINION

IDENTIFICATION

I, N. Terry Godbold, President and Chief Actuary, am associated with the firm of Godbold, Malpere & Co. I am a member of the American Academy of Actuaries and meet its qualification standards. I am an Associate of the Casualty Actuarial Society. I was appointed by the Board of Trustees of Miami Valley Risk Management Association (MVRMA) on September 22, 2003 to provide this opinion.

SCOPE

Loss and loss adjustment expense reserves as shown in the annual report of MVRMA are the responsibility of MVRMA's management; my responsibility is to express an opinion on those loss and loss adjustment expense reserves based on my review. My review included such tests and reviews of the actuarial assumptions, methods, and calculations as I considered necessary in the circumstances. The actuarial methods, considerations and analyses relied on in forming my opinion conform to the appropriate Actuarial Standards of Practice as promulgated by the Actuarial Standards Board. I have been retained to review the December 31, 2006 loss and loss adjustment expense reserves as summarized below. This information will be included in the 2006 annual report of MVRMA.

	<u>Amount</u>
Reserve for Unpaid Losses and Loss Adjustment Expenses-Net	\$4,060,226

These reserves do anticipate salvage and subrogation as a reduction to loss reserves implicitly as a result of paid losses being reported net of salvage and subrogation. These reserves are not discounted for the time value of money.

In forming my opinion on the loss and loss adjustment reserves, I have relied on listings and other relevant data prepared by Craig Blair and Kathy St. Pierre of MVRMA and reports provided by Gallagher Bassett Services, Inc. I evaluated that data for reasonableness and consistency. I was not able to reconcile the data to the data included in the annual report because this report is not available at this time.

My opinion on the loss and loss expense reserves net of ceded excess insurance assumes all ceded excess insurance is valid and collectible. The majority of MVRMA's ceded loss and loss expense reserves are with companies rated A- or better by a reputable insurance rating agency. MVRMA's management has informed me that it is not aware of any

significant uncollectible excess insurance. In my review, I have requested information from management on uncollectible excess insurance and performed such other procedures as I considered necessary in the circumstances. I express no opinion on the financial condition of MVRMA's excess insurers.

In evaluating whether the reserves make a reasonable provision for unpaid losses and loss expenses, it is necessary to project future loss and loss expense emergence and payments. Considerable uncertainty and variability are inherent in such estimates, and, accordingly, the subsequent development of those reserves may not conform to the assumptions inherent in their determination and, therefore, may vary from the amounts in the foregoing table. No warranty is expressed or implied that such variance will not occur.

I have not reviewed any of MVRMA's assets nor have I formed any opinion as to their validity or value; the following opinion is based on the assumption that MVRMA's December 31, 2006 reserves identified herein are funded by valid assets that have suitably scheduled maturities and/or adequate liquidity to meet cash flow requirements.

RELEVANT COMMENTS

MVRMA increased its SIR retention in 2003 from \$500,000 to \$1,000,000 for liability coverages. MVRMA decreased its SIR retention in 2005 to \$200,000 for property. Reinsurance for 2006 for \$9 million excess \$1 million is provided by Governmental Entities Mutual, Inc. (GEM). GEM retroceded \$8 million excess of \$2 million to Munich Reinsurance America, Inc. GEM is an association sponsored captive insurance company domiciled in the District of Columbia. GEM is sponsored by the National Association of Government Entity Programs, Inc. (NAGeP), a non-profit association incorporated in the District of Columbia.

There is no aggregate stop loss policy for accident periods 1996 and subsequent. During 1996 to mitigate these excess insurance coverage changes MVRMA established a Shock Loss Fund (SLF).

Funding for MVRMA's loss and loss expenses is accomplished via annually budgeted contributions. Under the terms of membership, should annual contributions not be sufficient to fund ultimate losses and establish adequate reserves, the Board of Trustees may require supplemental contributions.

OPINION

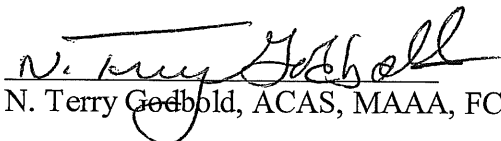
In my opinion, based on the foregoing procedures, MVRMA's December 31, 2006 reserves identified herein:

- Make a reasonable provision in the aggregate for all unpaid losses and loss adjustment expenses, net of excess insurance ceded, for the liabilities associated with the specified reserves.
- Are consistent with reserves computed in a manner that conforms to the appropriate Actuarial Standards of Practice of the Actuarial Standards Board.
- Meet the relevant requirements of Section 2744.081 of the Ohio Revised Code.

An actuarial report and underlying workpapers supporting the findings in this statement of actuarial opinion are being provided to MVRMA to be retained for a period of seven years in its administrative offices and to be available for examination by members and for regulatory examination, if appropriate.

My review related only to those reserves identified herein, and I do not express an opinion on MVRMA's financial statements taken as a whole.

This opinion was prepared solely for MVRMA for the purpose of filing with regulatory agencies, if necessary, and is not intended for any other purpose.


N. Terry Godbold, ACAS, MAAA, FCA

N. Terry Godbold
570 W. Crossville Rd., Suite 204
Roswell, Georgia 30075
770-587-0351
March 31, 2007

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Miami Valley Risk Management Association
Statistical Section
December 31, 2006

This section of Miami Valley Risk Management's comprehensive annual financial report provides users with additional historical perspective, context and detail to assist in using the information in the financial statements, notes to financial statements and required supplementary information to understand and assess the Association's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends Information (Schedules 1, 2 & 3) These schedules contain trend information to help the reader understand and assess how the Association's financial position has changed over time.	158-160
Revenue Capacity Information (Schedule 4) This schedule contains information to help the reader understand the sources of the Association's revenues.	161
Demographic and Economic Information (Schedules 5-25) These schedules contain information related to the Association's members' exposures, which determine each member's annual contribution. These schedules are intended to assist the reader in understanding the changing environment of the Association and to provide comparisons among its members.	162-182
Operating Information (Schedule 26) This schedule contains information about the Association's operations and resources to help the reader understand how the information in the financial report relates to the services the Association provides and the activities it performs.	183

Note: The Association has no debt, and therefore, provides no schedules related to debt.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Association implemented GASB Statement 34 effective January 1, 2004; however, every attempt was made to provide ten years of information in each schedule.

Miami Valley Risk Management Association
 Net Assets by Component
 Last Ten Years

Schedule 1

Year Ended December 31

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Invested in capital assets	\$ 34,035	\$ 41,480	\$ 38,265	\$ 40,816	\$ 28,256	\$ 29,166	\$ 21,408	\$ 24,215	\$ 19,278	\$ 15,420
Unrestricted	1,978,994	2,624,800	1,738,442	1,622,108	2,555,987	2,400,430	2,426,163	2,421,701	4,456,567	7,188,167
Total Net Assets	<u>\$ 2,013,029</u>	<u>\$ 2,666,280</u>	<u>\$ 1,776,707</u>	<u>\$ 1,662,924</u>	<u>\$ 2,584,243</u>	<u>\$ 2,429,596</u>	<u>\$ 2,447,571</u>	<u>\$ 2,445,916</u>	<u>\$ 4,475,845</u>	<u>\$ 7,203,587</u>

Note: Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt, restricted and unrestricted. The Association does not have any assets "restricted" by outside parties or by law through constitutional provisions or enabling legislation. The "unrestricted" assets are assets that do not meet the definition of "restricted" or "invested in capital assets net of related debt."

1 Source: Financial audits for the years 1997-2006

Miami Valley Risk Management Association
 Changes in Net Assets
 Last Ten Years

Schedule 2

Year Ended December 31

	1997	1998	1999	2000	2001	2002	2003 *	2004 *	2005 *	2006 *
EXPENSES:										
Claim Expenses										
Incurrd claims and claim adjustment expenses	\$ 682,076	\$ 397,102	\$ 2,524,096	\$ 1,040,530	\$ 972,066	\$ 2,082,192	\$ 1,736,813	\$ 1,726,504	\$ 947,024	\$ 532,687
Reinsurance/insurance premiums	422,051	454,156	470,097	500,356	580,087	791,964	899,070	922,317	763,651	797,977
Claims Administration	3,806	1,761	2,300	1,800	1,050	1,050	-	-	-	-
Closed loss year refunds	415,188	508,600	-	904,472	-	16,216	1,054,225	689,818	-	-
Total Claim Expense	1,523,121	1,361,619	2,996,493	2,447,158	1,553,203	2,891,422	3,690,108	3,338,639	1,710,675	1,330,664
Workers compensation	50,000	50,000	50,000	50,067	49,940	52,000	-	-	-	-
Total general and administrative expenses	356,433	405,897	396,228	395,902	457,231	521,264	508,063	554,786	567,330	610,366
Total operating expenses	1,929,554	1,817,516	3,442,721	2,893,127	2,060,374	3,464,686	4,198,171	3,893,425	2,278,005	1,941,030
REVENUES:										
Operating Revenues										
Members' Contributions	1,937,247	2,024,886	2,059,922	2,201,382	2,514,725	2,823,003	3,871,053	3,571,708	3,878,229	3,970,351
New member fees	9,654	-	-	-	-	-	-	-	-	-
Claims Deductibles	136,099	169,904	197,549	214,819	197,885	220,860	230,775	173,145	214,846	194,154
Workers' compensation group contributions	50,011	50,006	51,023	49,999	50,000	51,999	-	-	-	-
Other	-	-	-	-	-	-	15,300	8,511	4,821	10,682
Interest and Other Income	201,252	225,971	244,654	313,144	219,083	214,177	-	-	-	-
Total Operating Revenues	2,334,263	2,470,767	2,553,148	2,779,344	2,981,693	3,310,039	4,117,128	3,753,364	4,097,896	4,175,187
Non Operating Revenues										
Interest Income	-	-	-	-	-	-	99,018	138,406	210,038	493,585
Total Revenues	2,334,263	2,470,767	2,553,148	2,779,344	2,981,693	3,310,039	4,216,146	3,891,770	4,307,934	4,668,772
CHANGES IN NET ASSETS:										
Increase (decrease) in net assets	404,709	653,251	(889,573) 1	(113,783) 2	921,319	(154,647) 3	17,975 4	(1,655) 5	2,029,929	2,727,742
Net assets beginning of year	1,608,320	2,013,029	2,666,280	1,776,707	1,662,924	2,584,243	2,429,596	2,447,571	2,445,916	4,475,845
Net assets end of year	\$ 2,013,029	\$ 2,666,280	\$ 1,776,707	\$ 1,662,924	\$ 2,584,243	\$ 2,429,596	\$ 2,447,571	\$ 2,445,916	\$ 4,475,845	\$ 7,203,587

* Implemented GASB 34

1 - Net Assets decreased substantially due to the increase in "Incurred claims and claim adjustment expenses" as a result of poor loss experience for prior loss years and the need to adequately reserve future claims.

2 - Net assets decreased due to the return of funds from closed loss years to the members.

3 - Net assets decreased due to the increase in "Incurred claims and claim adjustment expenses" as a result of poor loss experience for prior loss years and the need to adequately reserve future claims, as well as the return of funds from closed loss years to the members.

4 - Net assets increased only slightly due to the substantial return of funds from closed loss years to the members.

5 - Net assets decreased due to the increase in "Incurred claims and claim adjustment expenses" as a result of poor loss experience for prior loss years and the need to adequately reserve future claims, as well as the return of funds from closed loss years to the members.

Source: Financial audits for the years 1997-2006

Miami Valley Risk Management Association
 Loss Development Report - Comparison of Dollar Losses and Claims Counts by Loss Year
 Last Ten Years

Loss Experience After:	12 Months	24 Months	36 Months	48 Months	60 Months	72 Months	84 Months	96 Months	108 Months	120 Months	Balance in Loss Fund 12/31/06	Paid to Date 12/31/06
Loss Year/Member's Loss Fund Contribution	Total amount paid followed by number of claims/open claims											
1997 \$1,352,255 16 Member Cities	\$509,382 (227/34)	\$595,615 (241/10)	\$1,997,984 (284/12)	\$2,630,199 (284/4)	\$2,590,278 (284/2)	\$2,575,097 (284/0)	\$2,575,097 (284/0)	\$2,575,097 (284/0)	\$2,575,097 (284/0)	\$2,575,097 (284/0)	Closed	
1998 \$978,176 16 Member Cities	\$254,347 (266/30)	\$450,999 (333/15)	\$510,332 (340/10)	\$811,013 (341/5)	\$802,005 (341/2)	\$788,126 (341/0)	\$788,126 (341/0)	\$788,126 (341/0)	\$788,126 (341/0)	\$788,126 (341/0)	Closed	
1999 \$1,004,999 16 Member Cities	\$707,420 (381/34)	\$870,460 (404/10)	\$1,085,012 (415/14)	\$1,208,967 (416/8)	\$1,420,268 (416/4)	\$1,402,582 (417/0)	\$1,402,582 (417/0)	\$1,402,582 (417/0)	\$1,402,582 (417/0)	\$1,402,582 (417/0)	Closed	
2000 \$1,125,002 16 Member Cities	\$315,383 (378/54)	\$301,123 (401/7)	\$405,930 (406/8)	\$403,607 (406/3)	\$376,424 (409/0)	\$376,424 (409/0)	\$376,424 (409/0)	\$376,424 (409/0)	\$376,424 (409/0)	\$376,424 (409/0)	Closed	
2001 \$1,650,000 16 Member Cities	\$556,568 (311/43)	\$1,269,673 (327/17)	\$1,601,461 (332/12)	\$1,967,676 (337/8)	\$1,874,928 (337/4)	\$1,562,755 (337/2)					\$ 411,742	\$ 1,523,986
2002 \$1,382,188 17 Member Cities	\$669,082 (333/43)	\$861,358 (384/11)	\$1,181,939 (390/13)	\$1,329,548 (393/10)	\$1,565,732 (393/3)						\$ 235,839	\$ 1,409,351
2003 \$1,762,231 17 Member Cities	\$412,346 (405/45)	\$535,979 (443/15)	\$729,271 (446/9)	\$740,676 (447/7)							\$ 1,464,121	\$ 668,378
2004 \$2,079,299 20 Member Cities	\$333,584 (314/43)	\$373,278 (368/9)	\$534,656 (378/14)								\$ 2,000,156	\$ 403,801
2005 \$2,127,001 20 Member Cities	\$619,515 (345/49)	\$784,933 (389/14)									\$ 1,827,825	\$ 652,416
2006 \$2,335,001 20 Member Cities	\$550,587 (318/49)										\$ 2,139,326	\$ 357,569

Source: Riskmaster Claims System

Miami Valley Risk Management Association
 Annual Contributions by Member and Year
 Last Ten Years

Schedule 4

Member	Year Ended December 31									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Beavercreek	\$131,665	\$175,755	\$181,322	\$191,106	\$219,012	\$228,388	\$288,060	\$193,318	\$189,814	\$197,790
Bellbrook	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$64,138	\$76,412	\$74,986
Blue Ash	\$118,662	\$133,316	\$143,335	\$166,196	\$177,596	\$223,921	\$253,117	\$220,518	\$213,787	\$251,714
Centerville	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$58,137	\$220,037	\$202,847
Englewood	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$105,482	\$113,470	\$120,851
Indian Hill	\$68,987	\$58,390	\$59,725	\$53,861	\$57,326	\$71,395	\$105,033	\$85,348	\$106,627	\$146,420
Kettering	\$351,525	\$364,685	\$335,699	\$366,756	\$400,490	\$453,415	\$660,057	\$581,206	\$472,724	\$443,180
Madeira	\$46,973	\$32,980	\$35,113	\$28,145	\$30,936	\$34,213	\$70,310	\$56,845	\$80,835	\$126,795
Mason	\$26,981	\$78,755	\$93,618	\$137,934	\$201,827	\$230,391	\$415,599	\$305,714	\$318,858	\$369,765
Miamisburg	\$242,723	\$225,328	\$266,379	\$268,350	\$304,568	\$228,728	\$245,632	\$212,446	\$273,532	\$296,582
Montgomery	\$64,648	\$76,939	\$82,818	\$87,198	\$71,051	\$79,250	\$118,156	\$111,907	\$104,297	\$119,815
Piqua	\$0	\$0	\$0	\$0	\$0	\$176,153	\$200,580	\$268,058	\$246,131	\$257,870
Sidney	\$194,435	\$217,886	\$212,225	\$168,524	\$192,598	\$206,422	\$282,321	\$253,006	\$262,913	\$256,588
Springdale	\$126,767	\$140,039	\$111,749	\$130,677	\$114,009	\$131,736	\$183,784	\$142,593	\$143,579	\$139,075
Tipp City	\$56,653	\$52,794	\$54,247	\$58,817	\$61,617	\$70,084	\$100,320	\$84,447	\$91,621	\$100,761
Troy	\$138,799	\$152,817	\$167,501	\$180,150	\$192,692	\$209,518	\$268,201	\$234,827	\$252,453	\$274,884
Vandalia	\$114,733	\$112,031	\$110,367	\$123,536	\$114,175	\$129,970	\$199,418	\$160,664	\$165,055	\$184,599
West Carrollton	\$106,956	\$115,644	\$91,864	\$102,464	\$89,133	\$105,896	\$139,249	\$109,023	\$103,601	\$101,317
Wilmington	\$73,364	\$86,074	\$90,406	\$100,923	\$141,420	\$168,122	\$233,934	\$199,389	\$159,771	\$179,191
Wyoming	\$56,792	\$51,415	\$44,579	\$47,975	\$63,779	\$70,402	\$134,287	\$112,896	\$94,460	\$100,069
	\$1,920,663	\$2,074,848	\$2,080,947	\$2,212,612	\$2,432,229	\$2,818,004	\$3,898,058	\$3,559,962	\$3,689,977	\$3,945,099

Note: Mason joined in 1997; Piqua joined in 2002; and Bellbrook, Centerville and Englewood joined in 2004.

Source: Association's internal records

Miami Valley Risk Management Association
 Risk Exposure Worksheet: MVRMA (Summary)
 Last Ten Years

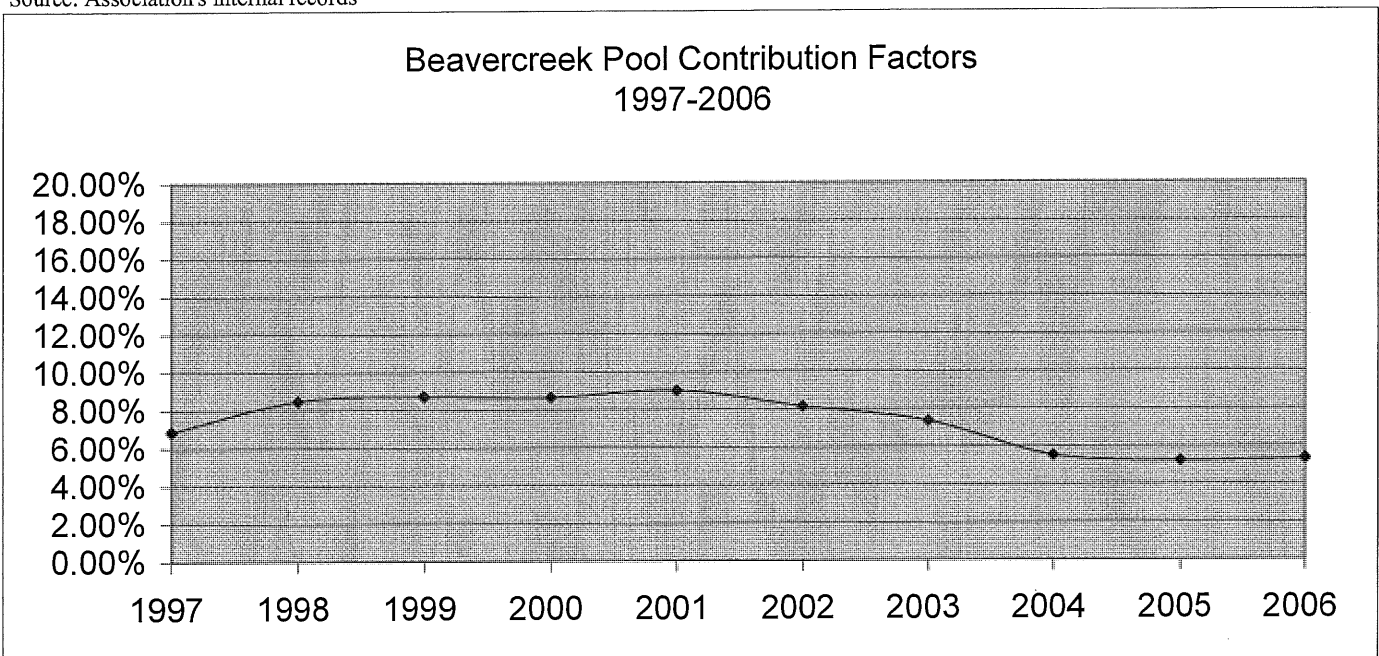
Schedule 5

Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$409,497	262,690	1,459	480	1,346	\$245,953,872	\$195,714,192	100.00%
1998	\$377,992	262,690	1,496	485	1,379	\$285,628,117	\$196,296,039	100.00%
1999	\$387,108	262,024	1,554	489	1,367	\$267,747,135	\$210,953,824	100.00%
2000	\$421,955	262,024	1,563	500	1,431	\$288,994,053	\$221,459,981	100.00%
2001	\$518,277	262,087	1,628	508	1,422	\$323,837,397	\$244,925,981	100.00%
2002	\$485,437	305,832	1,903	550	1,557	\$376,167,333	\$267,468,122	100.00%
2003	\$595,242	305,832	1,891	565	1,593	\$505,138,727	\$291,347,311	100.00%
2004	\$808,325	348,100	2,080	631	1,808	\$587,115,995	\$321,060,280	100.00%
2005	\$698,372	348,100	2,069	631	1,828	\$744,146,242	\$336,661,822	100.00%
2006	\$773,257	348,100	2,078	636	1,812	\$829,733,661	\$350,433,689	100.00%

Source: Association's internal records

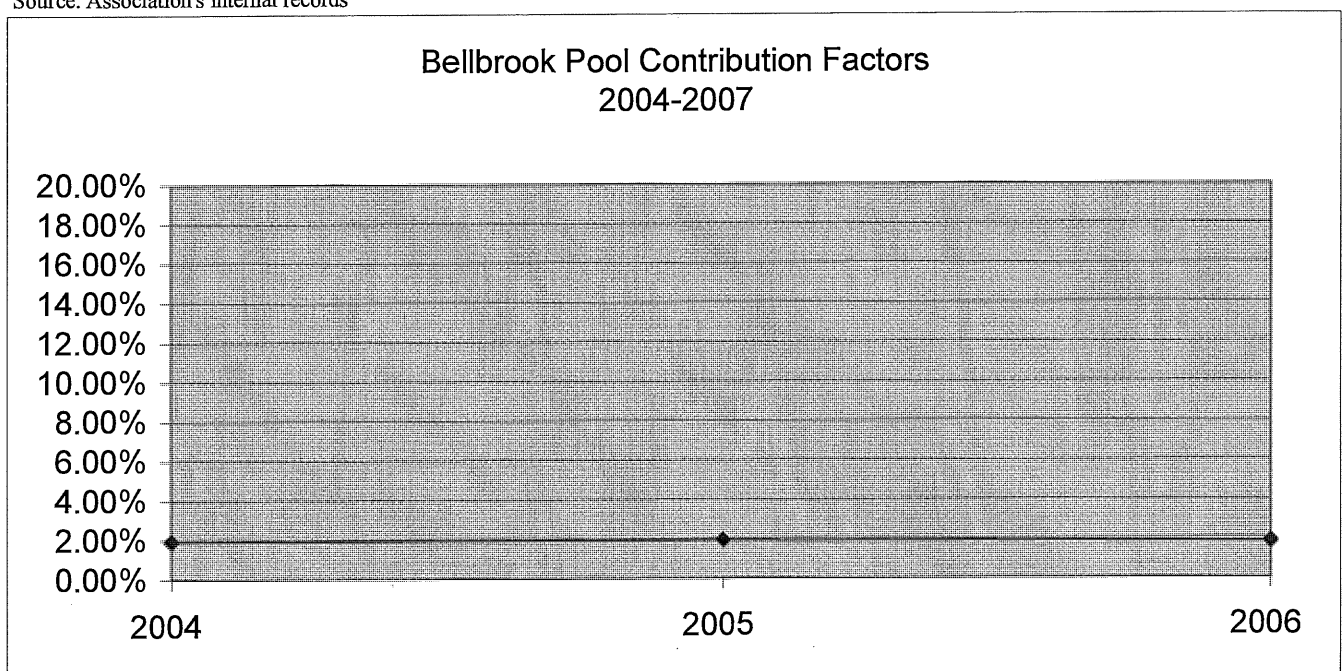
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$28,792	33,626	62	42	88	\$4,257,155	\$9,436,836	6.86%
1998	\$45,834	33,626	62	43	98	\$5,797,165	\$9,642,970	8.47%
1999	\$49,926	33,626	64	42	92	\$5,882,332	\$10,939,364	8.70%
2000	\$52,362	33,626	67	45	96	\$6,193,103	\$12,312,741	8.64%
2001	\$70,495	33,626	71	47	86	\$6,266,402	\$13,887,477	8.99%
2002	\$57,513	37,984	80	45	86	\$6,280,937	\$16,752,920	8.14%
2003	\$53,827	37,984	80	52	90	\$10,179,714	\$15,559,882	7.34%
2004	\$35,642	37,984	80	48	94	\$12,141,559	\$14,487,068	5.51%
2005	\$26,108	37,984	81	48	94	\$23,911,213	\$16,855,497	5.22%
2006	\$30,149	37,984	89	48	101	\$25,309,795	\$16,797,793	5.32%

Source: Association's internal records



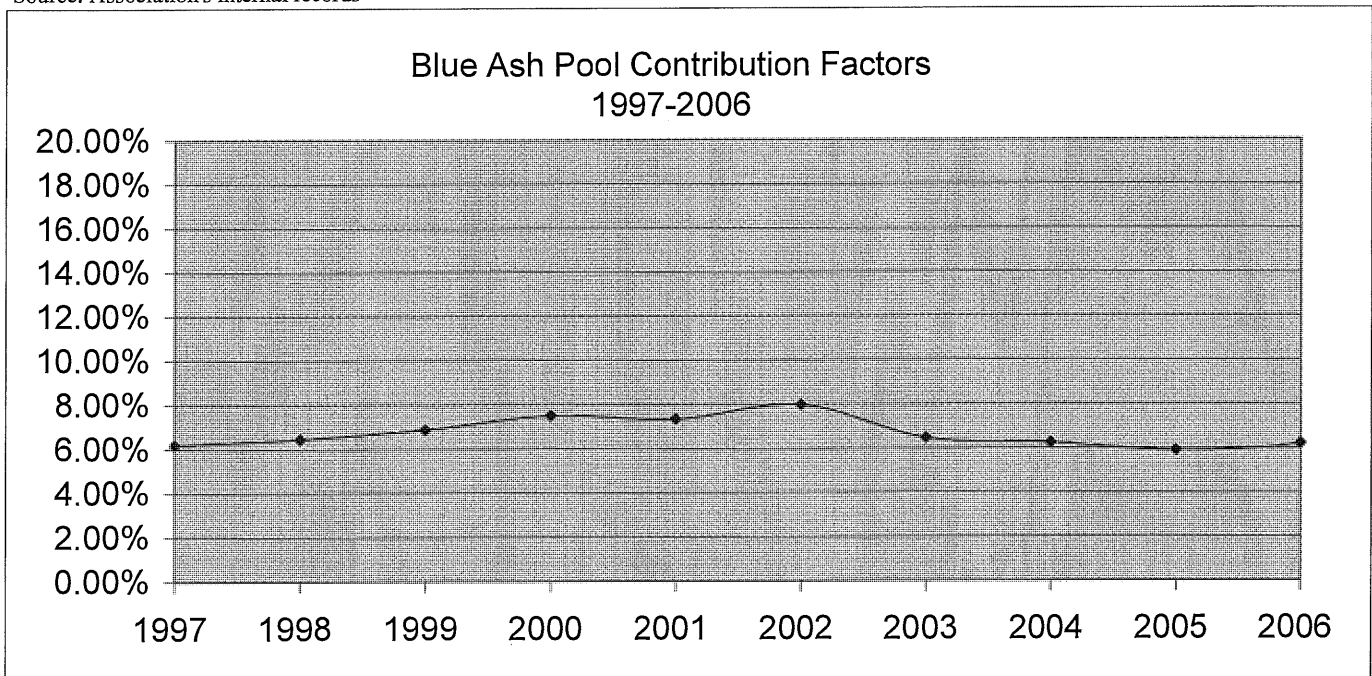
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1997	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1998	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1999	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2000	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2001	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2002	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2003	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2004	\$21,652	7,009	25	12	33	\$9,478,268	\$3,185,555	1.92%
2005	\$18,504	7,009	26	12	32	\$10,479,866	\$3,581,391	1.93%
2006	\$18,949	7,009	25	12	32	\$11,065,068	\$3,698,659	1.85%

Source: Association's internal records



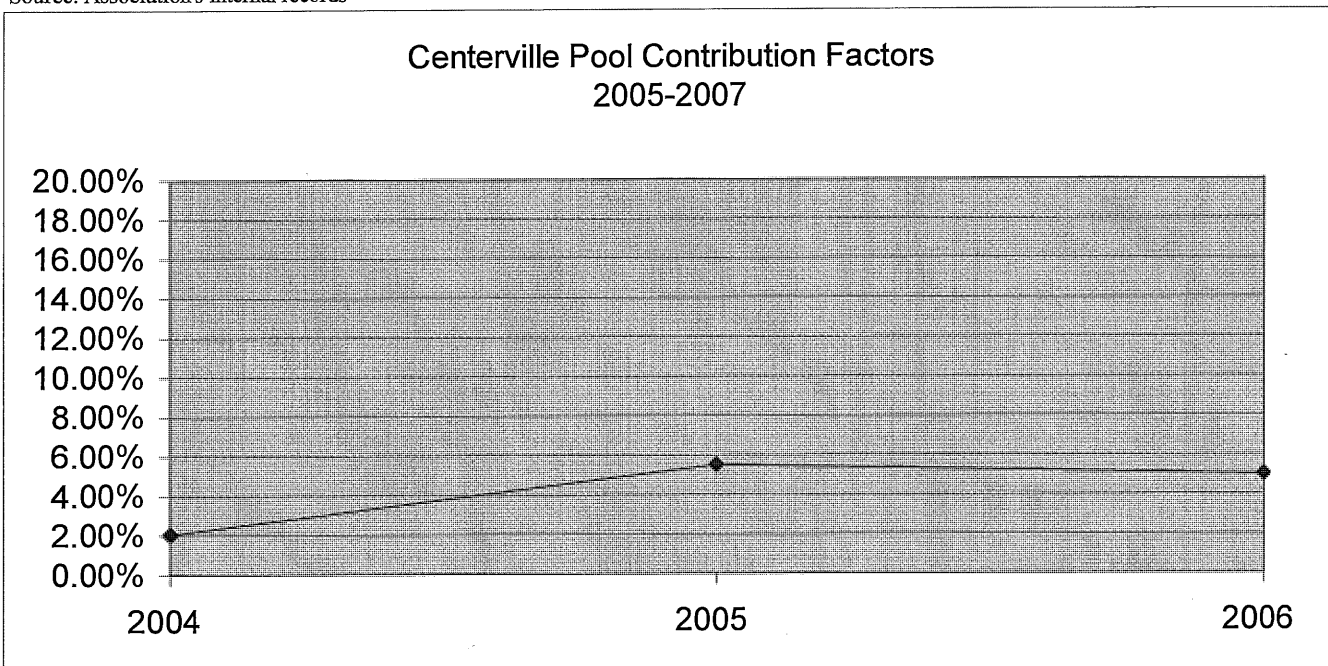
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1997	\$19,476	11,860	100	39	85	\$17,148,356	\$13,368,120	6.18%
1998	\$24,947	11,860	103	36	85	\$16,616,522	\$14,181,403	6.43%
1999	\$31,340	11,860	101	35	87	\$16,917,313	\$14,119,444	6.87%
2000	\$42,157	11,860	102	35	90	\$17,366,141	\$15,594,168	7.49%
2001	\$49,680	11,923	104	36	93	\$17,960,021	\$16,947,320	7.31%
2002	\$61,337	12,513	105	40	95	\$17,114,533	\$18,010,169	7.96%
2003	\$42,379	12,513	105	41	102	\$34,912,609	\$18,775,957	6.46%
2004	\$52,123	12,513	107	42	103	\$43,254,838	\$19,503,593	6.24%
2005	\$41,879	12,513	110	41	108	\$55,002,418	\$21,055,430	5.88%
2006	\$55,936	12,513	109	37	107	\$58,351,432	\$22,146,450	6.18%

Source: Association's internal records



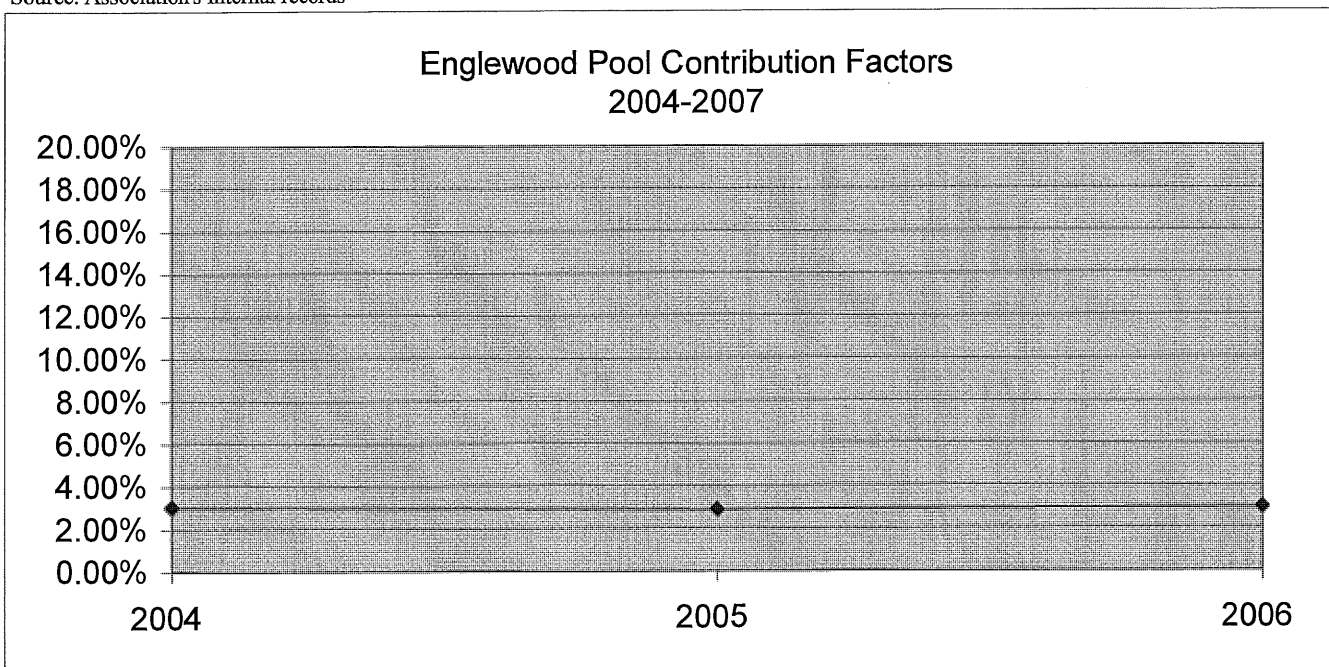
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1997	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1998	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1999	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2000	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2001	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2002	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2003	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2004	\$52,728	23,024	100	42	94	\$23,007,262	\$15,614,286	2.04%
2005	\$41,107	23,024	100	42	97	\$27,211,253	\$16,427,894	5.51%
2006	\$35,684	23,024	96	42	93	\$26,330,174	\$17,580,120	5.00%

Source: Association's internal records



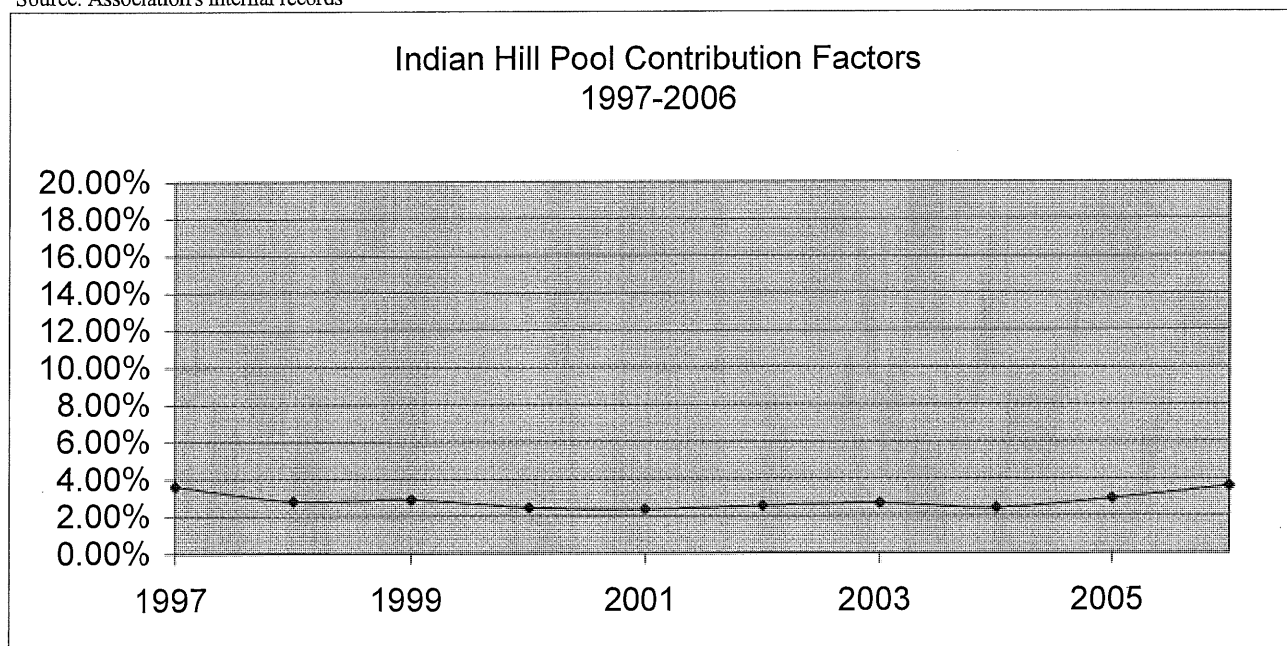
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1997	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1998	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1999	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2000	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2001	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2002	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2003	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2004	\$27,033	12,235	48	18	62	\$17,224,870	\$8,688,707	3.03%
2005	\$19,088	\$12,235	48	19	60	\$19,517,102	\$9,604,002	2.87%
2006	\$21,704	\$12,235	46	20	64	\$24,312,190	\$10,361,080	2.97%

Source: Association's internal records



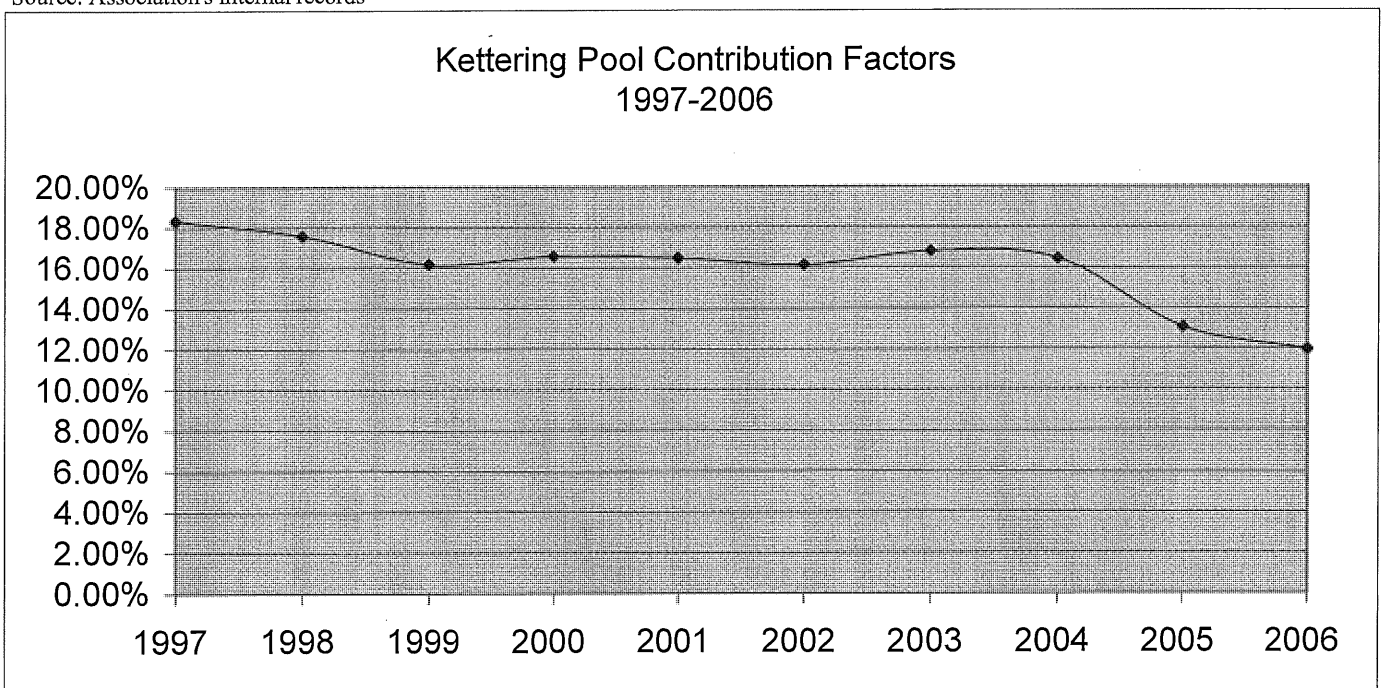
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$16,095	5,383	53	19	50	\$5,964,451	\$7,591,460	3.60%
1998	\$7,457	5,383	53	19	52	\$5,776,585	\$8,060,829	2.81%
1999	\$7,838	5,383	59	19	52	\$5,981,379	\$8,364,038	2.87%
2000	\$4,717	5,383	51	19	54	\$6,134,713	\$8,198,549	2.45%
2001	\$5,084	5,383	52	19	55	\$6,447,149	\$8,471,936	2.36%
2002	\$8,224	5,907	54	19	56	\$6,904,202	\$7,529,246	2.54%
2003	\$14,437	5,907	54	19	59	\$9,452,214	\$8,766,549	2.67%
2004	\$14,992	5,907	54	20	59	\$10,536,868	\$9,115,624	2.42%
2005	\$25,781	5,907	58	20	59	\$13,497,847	\$8,547,336	2.93%
2006	\$43,592	5,907	60	20	62	\$14,814,892	\$8,352,458	3.58%

Source: Association's internal records



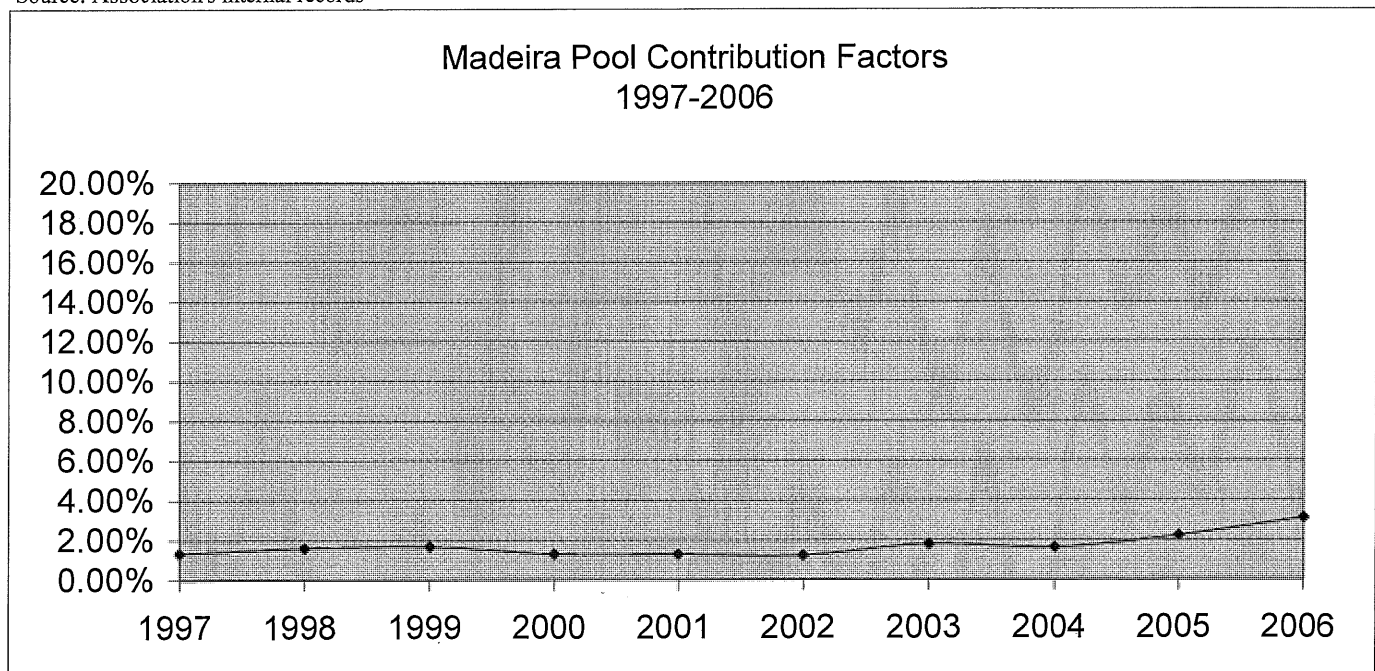
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$48,544	60,569	291	82	280	\$58,182,170	\$38,146,824	18.32%
1998	\$38,140	60,569	305	82	279	\$85,094,914	\$34,433,059	17.58%
1999	\$34,190	60,569	309	82	276	\$58,577,374	\$36,510,282	16.18%
2000	\$41,548	60,569	304	81	289	\$67,512,583	\$38,031,390	16.56%
2001	\$59,540	60,569	315	82	248	\$69,033,983	\$40,184,627	16.47%
2002	\$70,065	57,502	322	83	254	\$67,791,837	\$41,809,060	16.13%
2003	\$106,216	57,502	313	83	258	\$82,646,639	\$43,290,475	16.80%
2004	\$142,563	57,502	312	83	267	\$86,690,728	\$46,922,099	16.44%
2005	\$68,731	57,502	313	80	253	\$113,878,770	\$48,550,683	13.05%
2006	\$51,461	57,502	307	81	249	\$126,037,978	\$51,363,719	11.95%

Source: Association's internal records



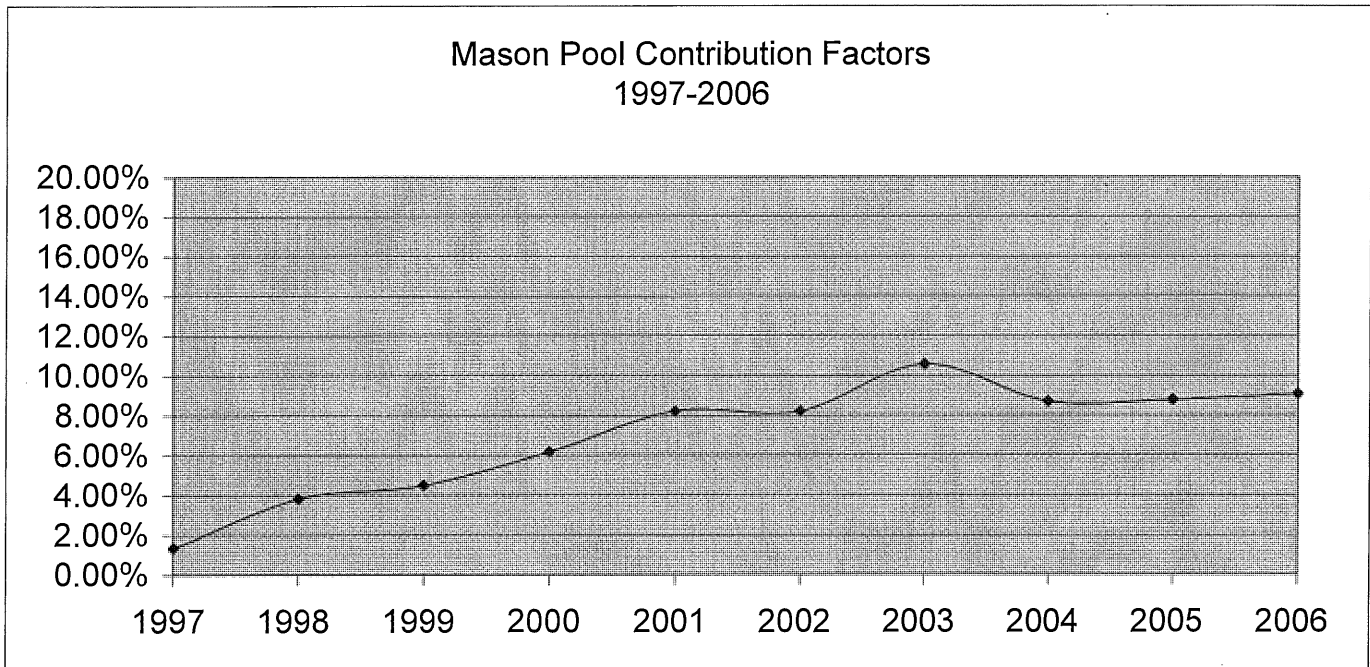
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1197	\$14,680	9,141	11	12	22	\$1,976,286	\$3,070,791	2.45%
1998	\$5,031	9,141	12	12	14	\$2,035,077	\$3,589,935	1.59%
1999	\$5,405	9,141	12	12	21	\$2,066,442	\$4,100,504	1.68%
2000	\$2,553	9,141	11	12	14	\$2,118,369	\$3,282,525	1.29%
2001	\$2,609	9,141	13	13	17	\$2,145,966	\$3,036,980	1.27%
2002	\$4,003	8,923	12	11	17	\$2,236,767	\$3,146,549	1.22%
2003	\$15,182	8,923	12	12	18	\$3,548,245	\$2,616,570	1.79%
2004	\$17,011	8,923	12	12	18	\$3,743,094	\$2,566,971	1.61%
2005	\$28,921	8,923	12	12	19	\$4,618,305	\$2,695,835	2.21%
2006	\$53,175	8,923	11	12	17	\$4,839,239	\$2,467,720	3.09%

Source: Association's internal records



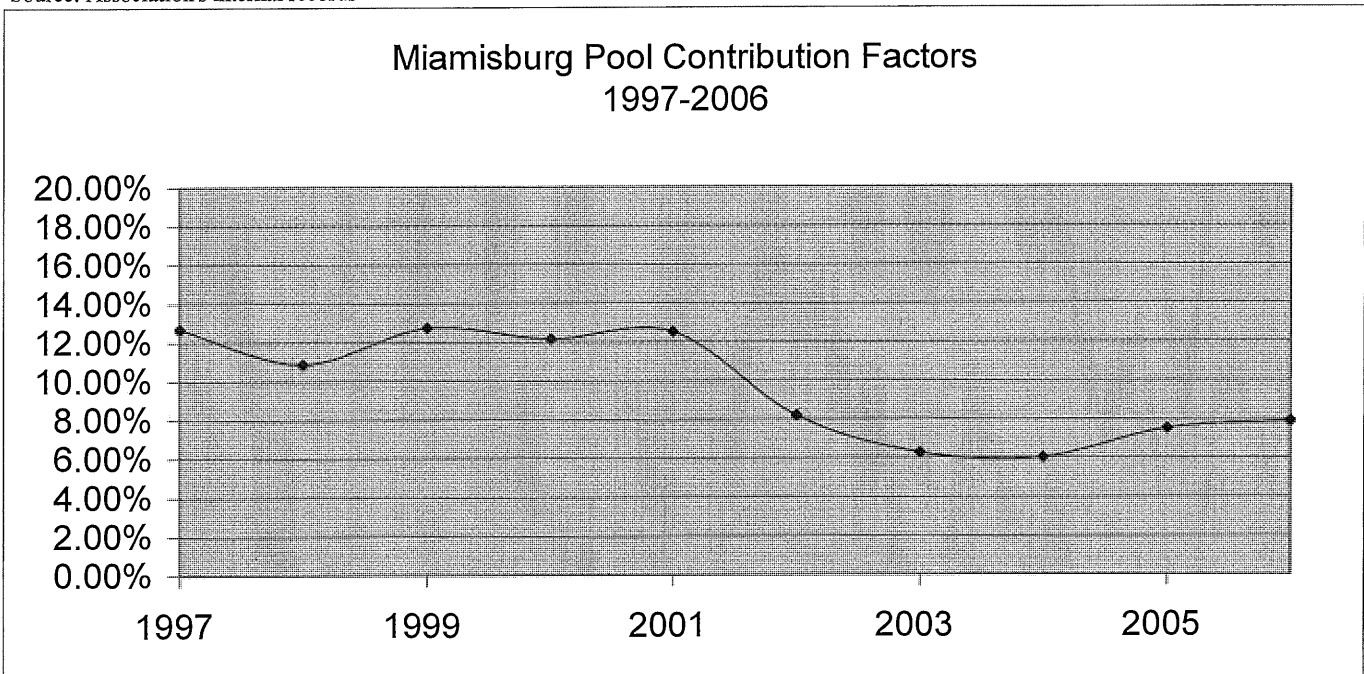
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$13,650	11,500	73	20	53	\$15,090,250	\$10,013,732	1.32%
1998	\$6,970	11,500	73	22	53	\$15,090,250	\$11,206,999	3.80%
1999	\$10,435	11,500	78	25	61	\$18,404,183	\$13,344,376	4.47%
2000	\$29,928	11,500	85	28	79	\$19,712,708	\$14,188,681	6.16%
2001	\$58,671	11,500	96	31	103	\$21,349,454	\$23,711,287	8.21%
2002	\$58,827	22,016	113	33	90	\$21,424,461	\$19,210,290	8.20%
2003	\$100,436	22,016	131	34	94	\$44,606,095	\$27,683,838	10.56%
2004	\$97,309	22,016	129	36	99	\$46,427,659	\$22,425,410	8.69%
2005	\$90,009	22,016	138	37	107	\$58,679,007	\$25,717,235	8.77%
2006	\$97,445	22,016	146	36	99	\$90,289,005	\$30,025,113	9.08%

Source: Association's internal records



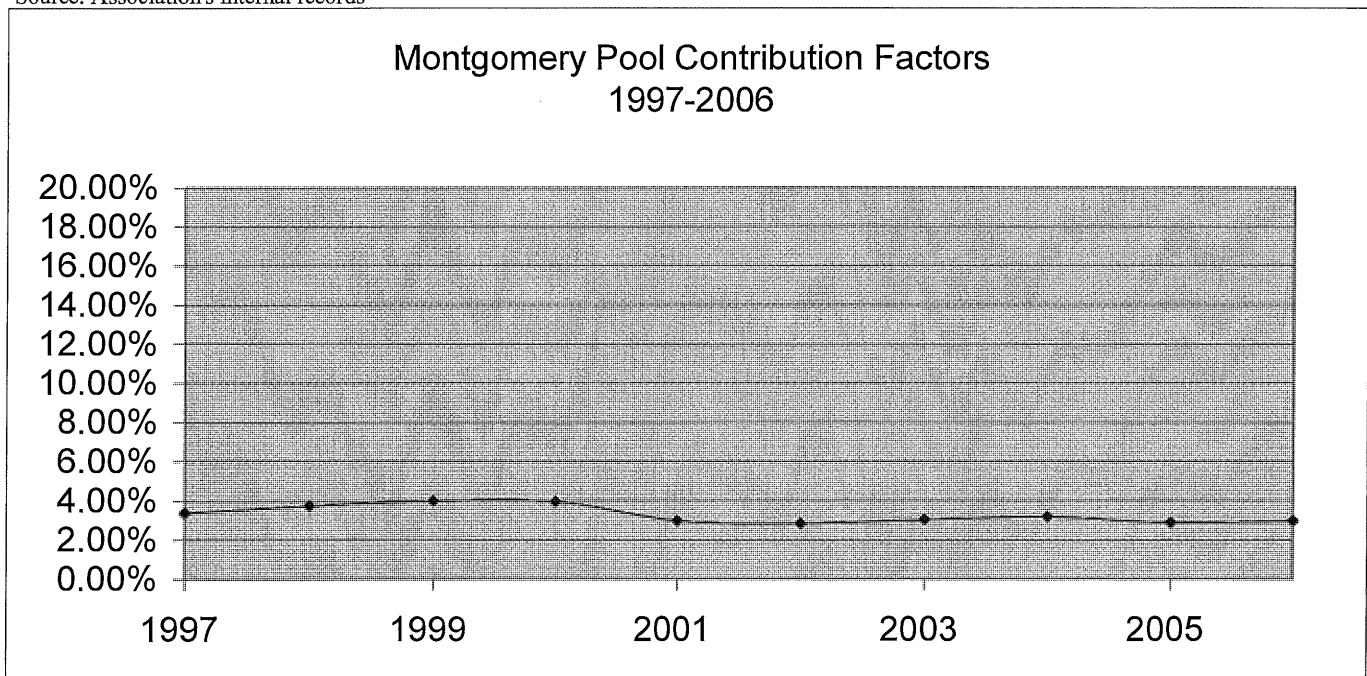
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1997	\$85,254	18,500	132	38	113	\$19,750,987	\$15,574,230	12.66%
1998	\$61,459	18,500	141	38	131	\$19,846,112	\$16,118,370	10.86%
1999	\$82,552	17,834	162	38	131	\$21,483,280	\$16,908,977	12.73%
2000	\$86,295	17,834	155	38	117	\$22,496,128	\$17,143,239	12.15%
2001	\$113,408	17,834	155	39	122	\$22,691,439	\$17,938,282	12.51%
2002	\$50,710	19,489	162	39	116	\$22,749,108	\$18,608,245	8.19%
2003	\$31,406	19,489	151	39	119	\$29,314,539	\$17,350,916	6.27%
2004	\$41,323	19,489	151	39	114	\$33,376,409	\$18,009,716	6.01%
2005	\$70,697	19,489	150	41	120	\$41,624,677	\$18,966,418	7.50%
2006	\$89,408	19,489	143	41	118	\$41,786,631	\$19,977,161	7.87%

Source: Association's internal records



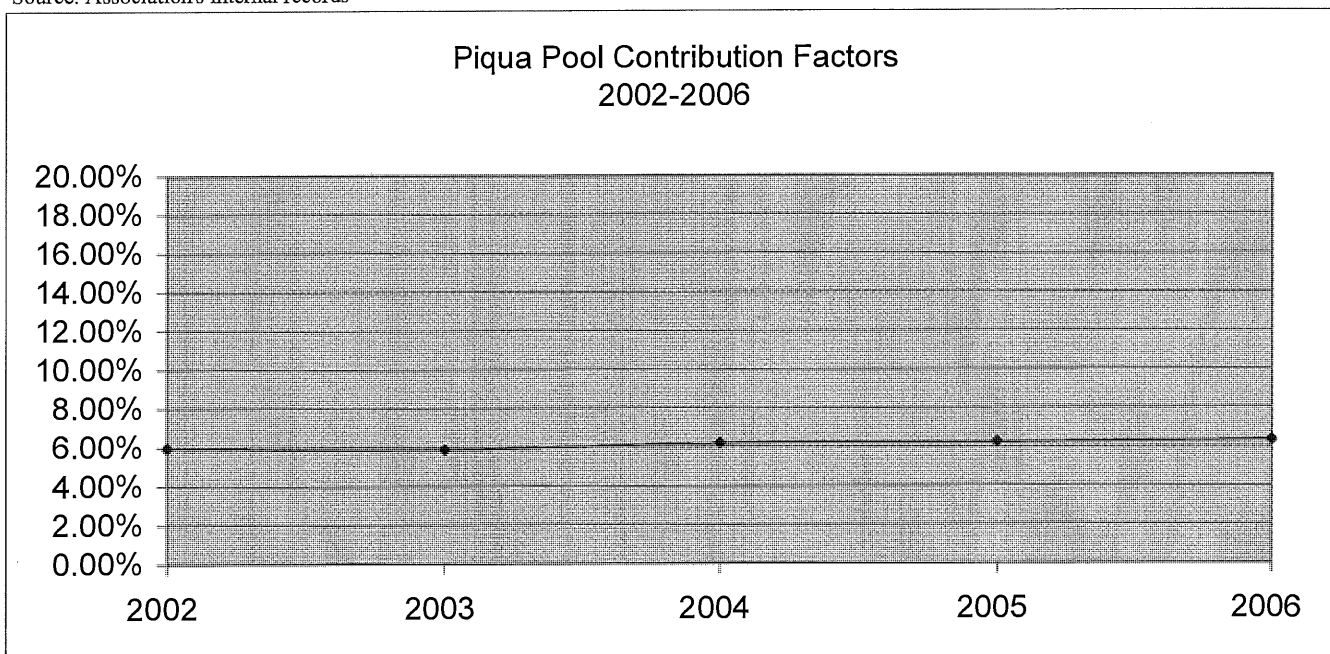
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1997	\$17,170	9,733	30	18	35	\$3,625,168	\$6,108,570	3.35%
1998	\$19,796	9,733	33	20	35	\$5,765,118	\$6,027,887	3.71%
1999	\$23,489	9,733	32	20	35	\$6,097,612	\$5,966,751	3.97%
2000	\$25,935	9,733	33	20	37	\$6,251,589	\$5,460,609	3.94%
2001	\$16,691	9,733	33	20	38	\$6,020,629	\$6,884,595	2.97%
2002	\$16,649	10,163	37	20	38	\$6,098,611	\$5,852,366	2.82%
2003	\$22,543	10,163	40	21	36	\$10,343,877	\$6,435,132	3.01%
2004	\$35,287	10,163	40	21	39	\$10,102,658	\$6,292,509	3.16%
2005	\$28,421	10,163	40	21	44	\$13,284,065	\$4,261,232	2.87%
2006	\$32,698	10,163	38	21	41	\$13,729,947	\$7,324,088	2.97%

Source: Association's internal records



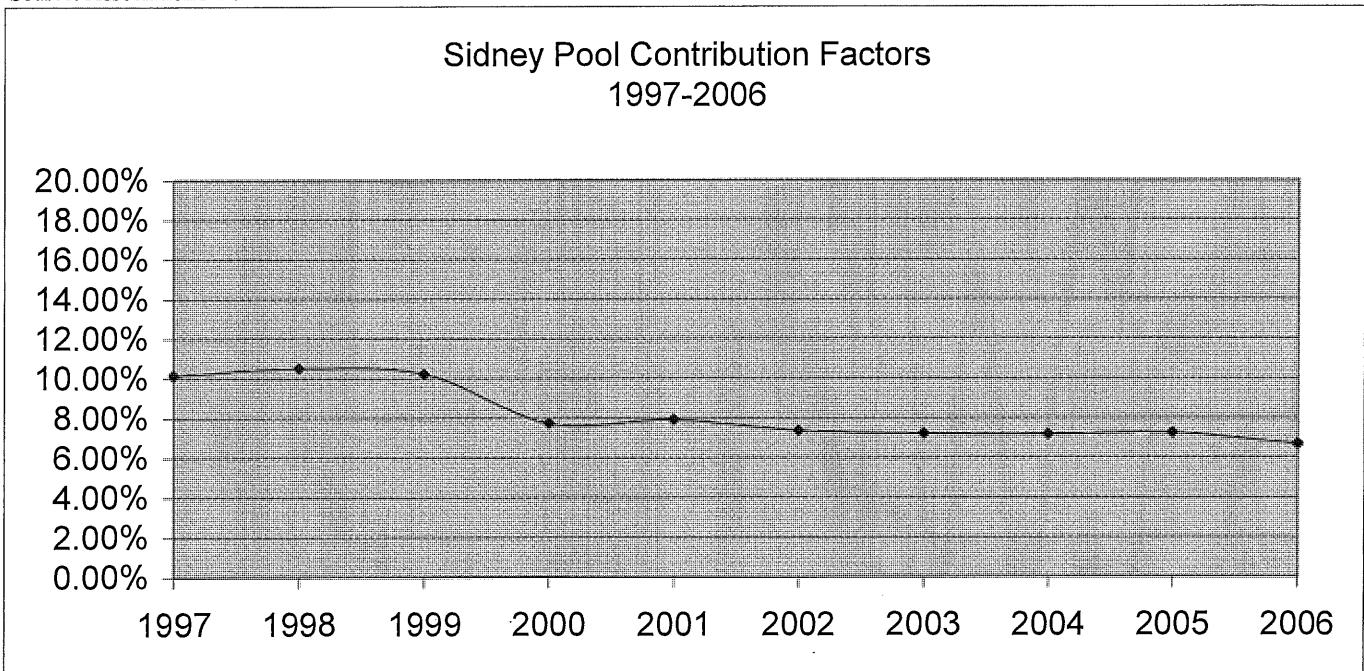
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1998	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1999	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2000	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2001	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2002	\$9,425	20,738	185	33	137	\$36,502,709	\$30,172,956	5.95%
2003	\$7,202	20,738	186	33	136	\$33,626,011	\$32,986,000	5.86%
2004	\$23,655	20,738	206	34	133	\$32,732,217	\$34,744,218	6.18%
2005	\$30,392	20,738	190	33	130	\$41,999,746	\$33,038,871	6.22%
2006	\$38,096	20,738	184	34	135	\$45,125,669	\$32,227,661	6.34%

Source: Association's internal records



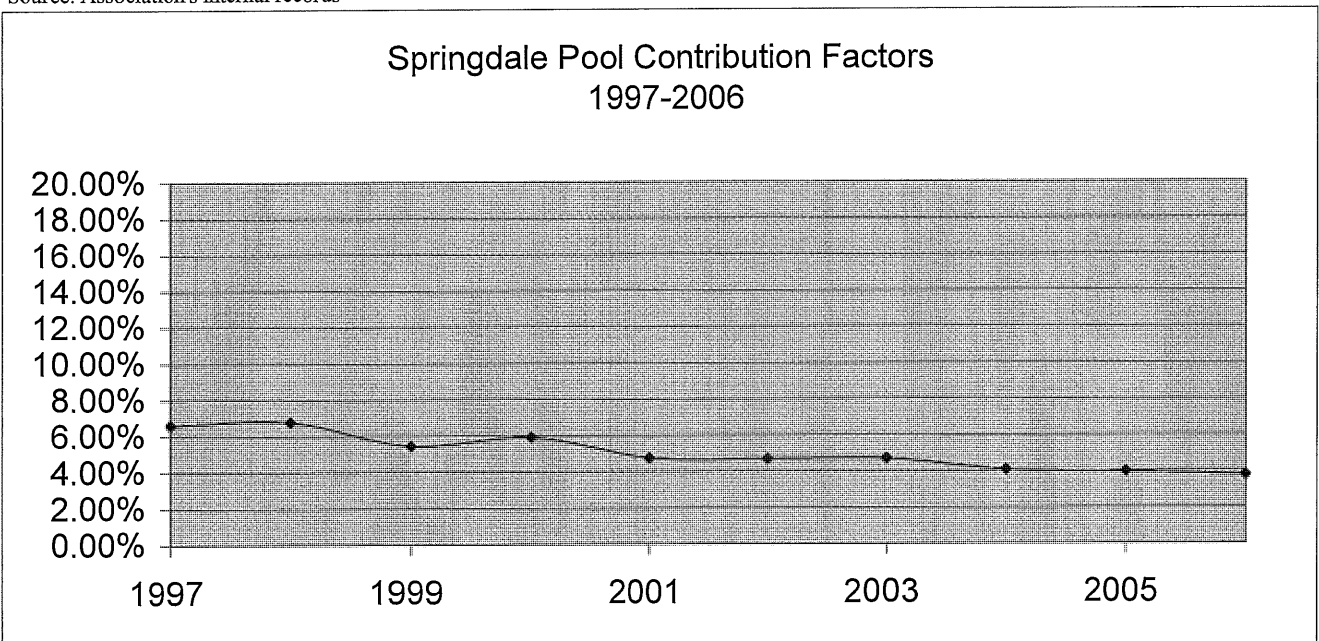
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1997	\$51,434	18,710	138	35	149	\$18,166,595	\$16,969,044	10.14%
1998	\$55,306	18,710	140	36	152	\$21,848,402	\$15,786,156	10.50%
1999	\$51,427	18,710	150	36	154	\$22,182,012	\$17,554,195	10.21%
2000	\$26,350	18,710	153	37	150	\$22,878,714	\$17,820,227	7.72%
2001	\$34,283	18,710	155	35	164	\$28,167,522	\$18,534,451	7.91%
2002	\$31,950	20,211	164	39	141	\$28,446,593	\$18,552,891	7.35%
2003	\$36,326	20,211	164	39	147	\$40,225,534	\$20,100,764	7.19%
2004	\$51,699	20,211	167	38	158	\$45,720,596	\$20,196,644	7.16%
2005	\$51,659	20,211	163	40	163	\$57,104,505	\$21,044,762	7.23%
2006	\$46,388	20,211	162	40	153	\$65,531,414	\$20,510,151	6.68%

Source: Association's internal records



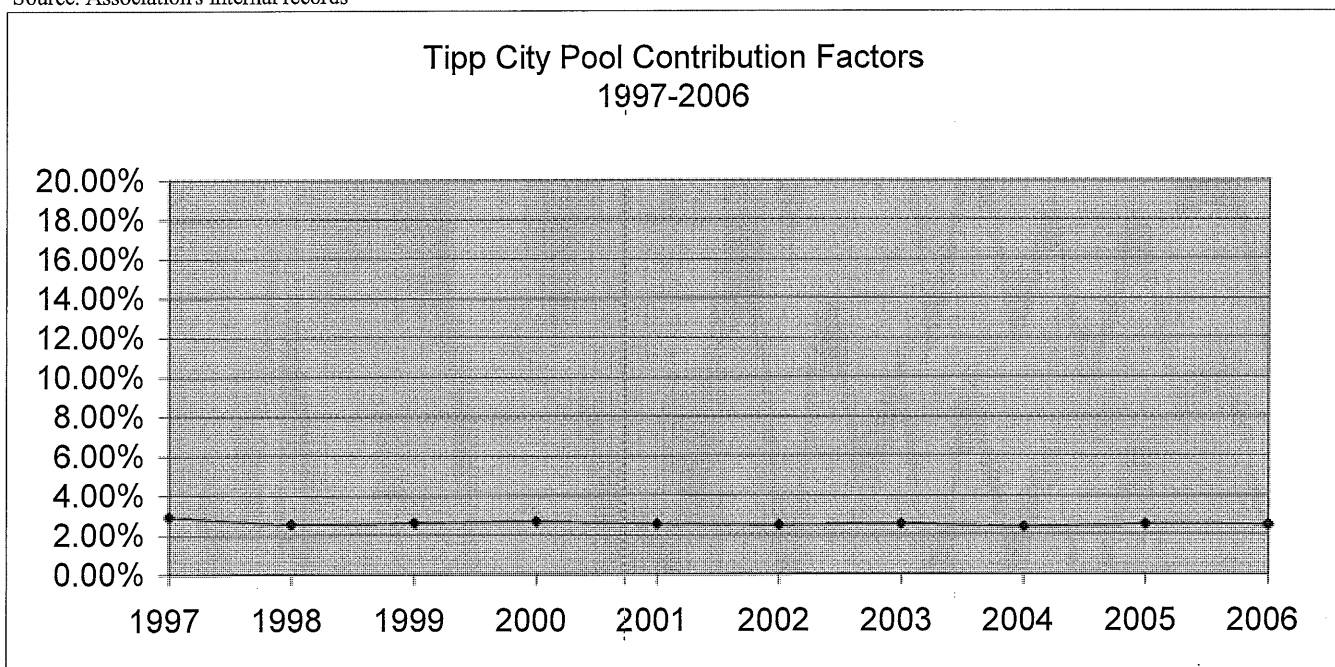
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$39,027	10,621	73	32	54	\$12,135,265	\$8,778,679	6.60%
1998	\$40,576	10,621	73	33	54	\$11,763,573	\$9,381,380	6.75%
1999	\$25,315	10,621	75	33	47	\$12,065,787	\$11,752,966	5.42%
2000	\$31,157	10,621	80	34	57	\$12,392,372	\$14,568,023	5.89%
2001	\$18,646	10,621	80	35	60	\$18,224,137	\$15,060,824	4.74%
2002	\$23,876	10,563	84	34	64	\$18,263,472	\$11,391,023	4.69%
2003	\$29,174	10,563	83	36	68	\$23,123,953	\$12,508,712	4.68%
2004	\$29,627	10,563	82	34	67	\$23,073,127	\$12,696,428	4.05%
2005	\$27,350	10,563	80	36	62	\$29,646,596	\$12,841,833	3.95%
2006	\$25,102	10,563	84	37	65	\$30,988,399	\$13,202,679	3.75%

Source: Association's internal records



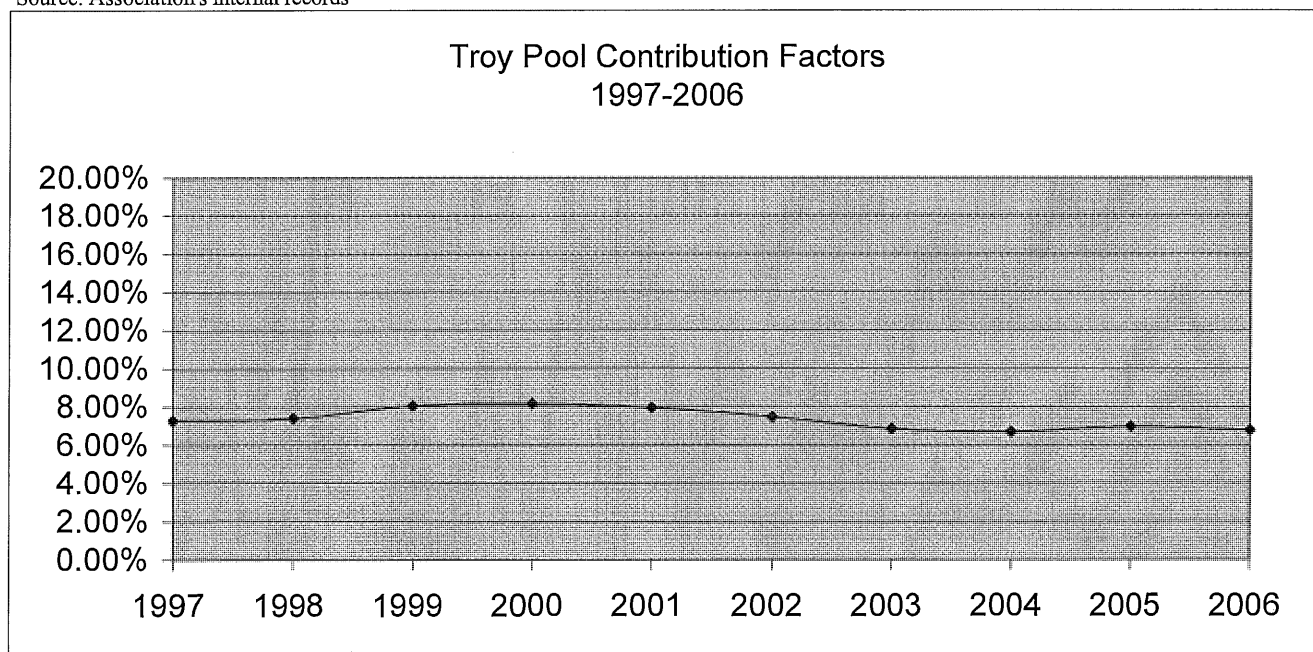
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$5,890	6,027	36	14	63	\$10,478,217	\$8,614,046	2.91%
1998	\$3,800	6,027	38	14	64	\$9,038,724	\$8,554,068	2.54%
1999	\$4,180	6,027	40	15	65	\$9,207,722	\$8,579,541	2.60%
2000	\$5,434	6,027	40	15	63	\$9,391,824	\$10,030,541	2.66%
2001	\$4,986	6,027	40	16	64	\$9,587,269	\$11,250,109	2.54%
2002	\$4,353	9,221	41	18	65	\$9,606,122	\$11,002,648	2.49%
2003	\$5,349	9,221	46	18	68	\$16,307,088	\$11,949,140	2.55%
2004	\$6,682	9,221	46	18	70	\$16,445,281	\$12,559,398	2.39%
2005	\$9,937	9,221	47	18	69	\$20,322,137	\$13,840,780	2.52%
2006	\$9,262	9,221	47	18	72	\$24,385,696	\$14,211,700	2.48%

Source: Association's internal records



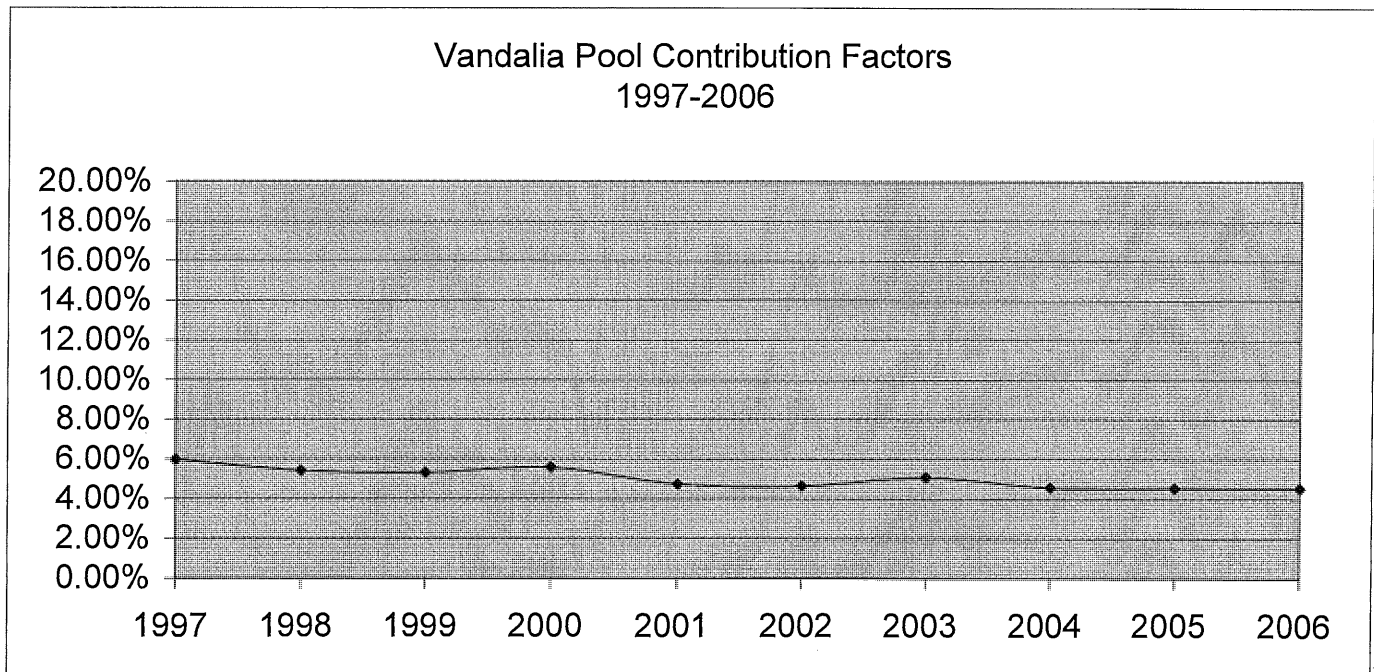
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1997	\$5,328	19,478	169	36	111	\$37,148,486	\$18,112,317	7.26%
1998	\$8,185	19,478	171	37	107	\$42,480,539	\$20,973,755	7.37%
1999	\$15,349	19,478	167	37	108	\$43,597,111	\$21,947,569	8.03%
2000	\$18,068	19,478	168	42	111	\$46,396,234	\$22,134,651	8.14%
2001	\$22,174	19,478	177	40	100	\$51,099,645	\$23,412,781	7.93%
2002	\$21,820	21,999	177	43	103	\$50,990,597	\$21,678,098	7.46%
2003	\$18,660	21,999	182	43	112	\$62,525,577	\$23,791,474	6.83%
2004	\$30,225	21,999	178	43	115	\$63,813,939	\$24,294,175	6.65%
2005	\$35,497	21,999	177	44	124	\$77,396,452	\$27,471,778	6.94%
2006	\$37,702	21,999	177	43	118	\$84,397,086	\$27,858,532	6.76%

Source: Association's internal records



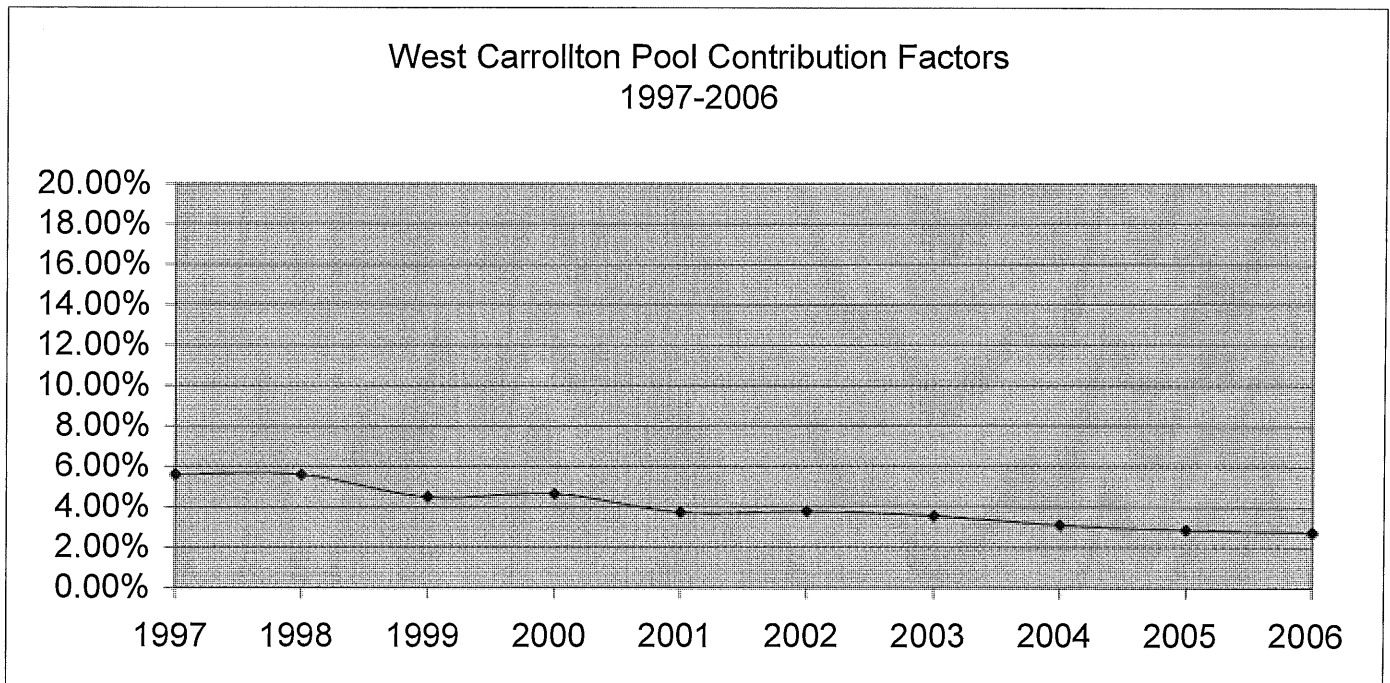
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police)		Titled Vehicles	PP/RP Values	Net Operating Expenditures	
			Full-Time Employees	Full-Time Sworn Police				
1997	\$18,531	13,890	97	30	96	\$12,004,917	\$16,096,295	5.96%
1998	\$14,652	13,890	98	31	102	\$12,576,487	\$13,615,995	5.40%
1999	\$13,881	13,890	105	31	91	\$12,797,524	\$15,129,656	5.31%
2000	\$16,646	13,890	100	31	100	\$17,823,650	\$16,072,724	5.57%
2001	\$8,554	13,890	113	31	97	\$18,086,826	\$16,858,695	4.73%
2002	\$6,491	14,603	118	30	99	\$28,590,945	\$16,744,489	4.63%
2003	\$19,343	14,603	112	29	100	\$36,149,713	\$19,141,303	5.07%
2004	\$19,806	14,603	118	29	99	\$38,082,459	\$18,574,603	4.56%
2005	\$20,381	14,603	115	29	99	\$48,979,419	\$19,350,583	4.54%
2006	\$23,566	14,603	123	30	93	\$50,428,087	\$19,824,621	4.54%

Source: Association's internal records



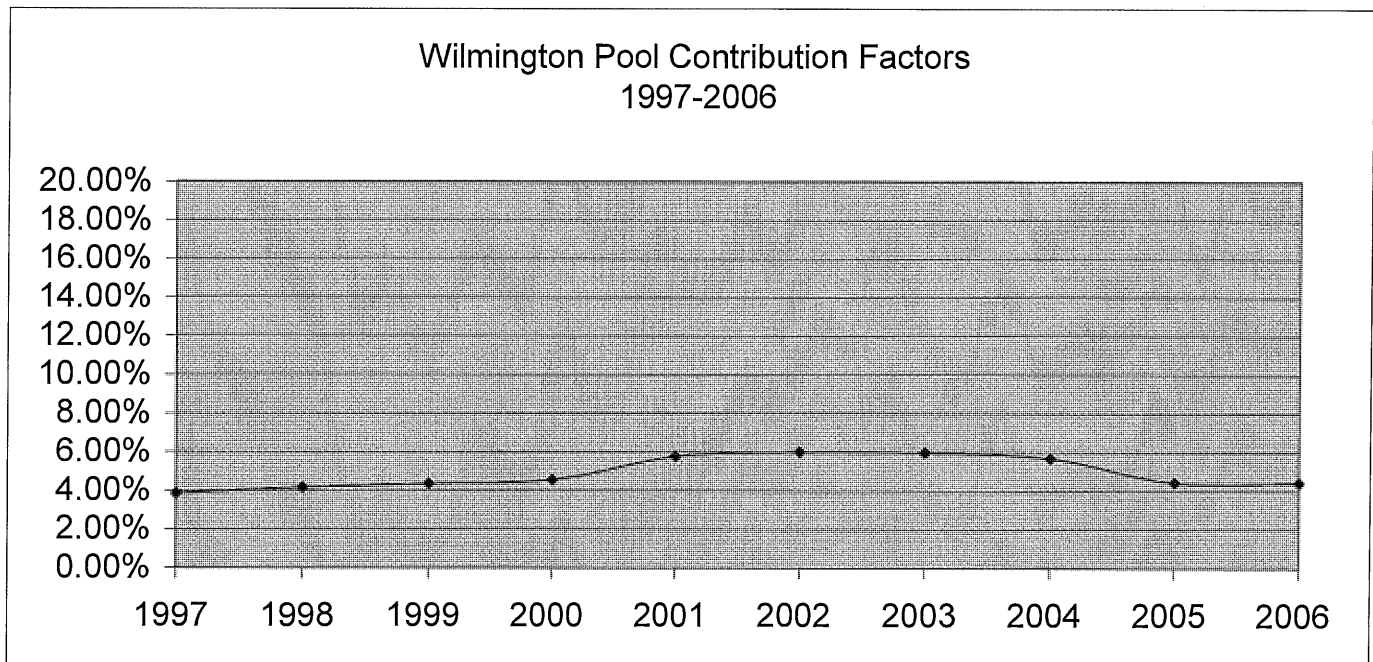
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$29,193	14,403	60	26	59	\$8,574,364	\$9,122,893	5.59%
1998	\$29,297	14,403	63	26	60	\$8,284,216	\$9,037,743	5.57%
1999	\$16,771	14,403	66	26	61	\$8,428,370	\$9,335,359	4.45%
2000	\$21,839	14,403	64	26	61	\$8,632,175	\$8,956,987	4.62%
2001	\$13,191	14,403	66	26	62	\$8,913,734	\$9,634,131	3.71%
2002	\$16,235	13,818	86	25	62	\$11,738,961	\$7,955,166	3.77%
2003	\$22,062	13,818	67	25	58	\$15,689,856	\$8,330,585	3.55%
2004	\$18,061	13,818	56	25	58	\$20,301,280	\$8,767,533	3.09%
2005	\$15,844	13,818	55	21	60	\$21,166,332	\$9,361,997	2.85%
2006	\$12,940	13,818	60	24	61	\$24,680,746	\$9,002,248	2.73%

Source: Association's internal records



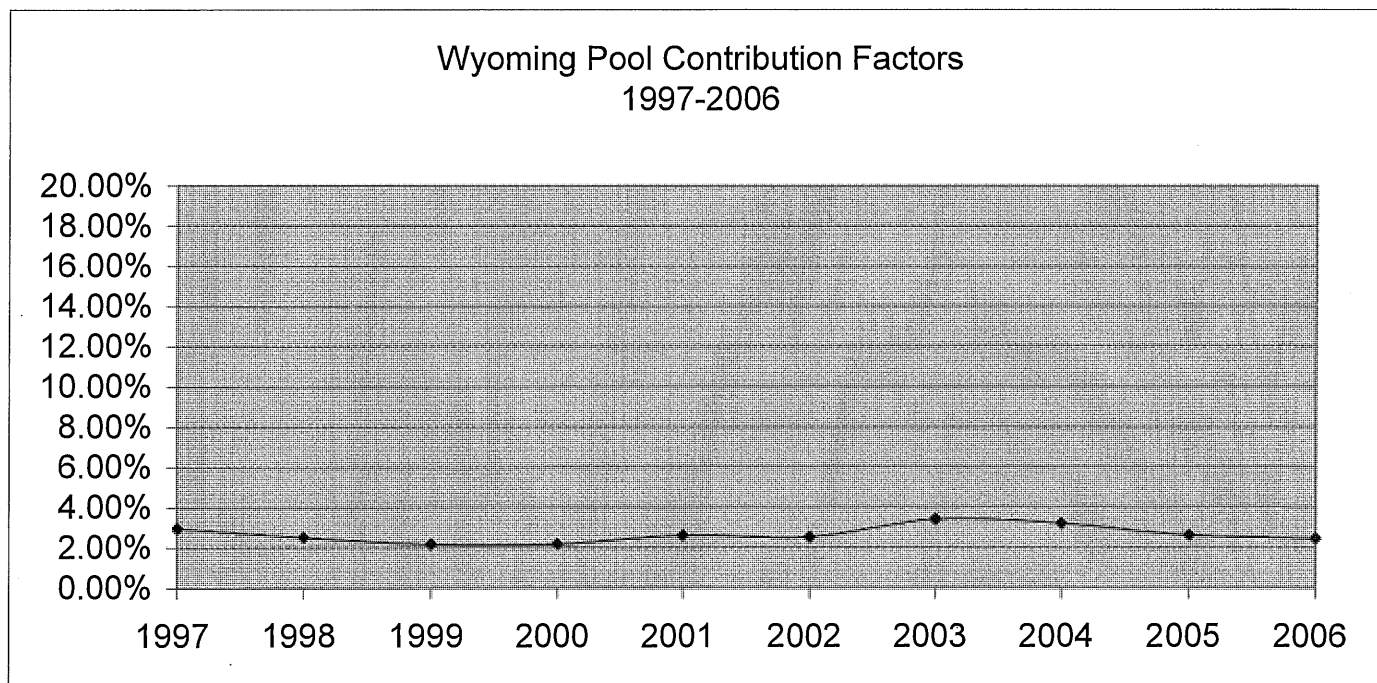
Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$2,913	11,121	102	20	64	\$15,148,522	\$9,427,318	3.83%
1998	\$7,263	11,121	102	20	69	\$17,397,223	\$10,407,133	4.15%
1999	\$9,271	11,121	107	21	61	\$17,735,409	\$11,272,477	4.34%
2000	\$10,253	11,121	119	21	85	\$17,216,060	\$12,676,203	4.55%
2001	\$28,297	11,121	127	22	85	\$25,108,044	\$13,131,679	5.76%
2002	\$31,839	11,921	131	22	104	\$28,663,671	\$12,804,032	5.98%
2003	\$38,635	11,921	133	25	96	\$37,377,153	\$15,365,058	5.96%
2004	\$52,273	11,921	133	21	92	\$36,297,978	\$15,799,760	5.65%
2005	\$24,349	11,921	132	21	95	\$46,559,815	\$15,650,346	4.41%
2006	\$26,100	11,921	136	25	98	\$47,099,720	\$15,892,082	4.41%

Source: Association's internal records



Membership Year	Risk Exposure:							Pool Contribution Factors
	Average Annual Losses	Population	(Non-Police) Full-Time Employees	Full-Time Sworn Police	Titled Vehicles	PP/RP Values	Net Operating Expenditures	
1997	\$13,520	8,128	32	17	24	\$6,302,683	\$5,283,037	2.95%
1998	\$9,279	8,128	29	16	24	\$6,217,210	\$5,278,357	2.48%
1999	\$5,739	8,128	27	17	25	\$6,323,285	\$5,128,325	2.15%
2000	\$6,713	8,128	31	16	28	\$6,477,690	\$4,988,723	2.17%
2001	\$11,968	8,128	31	16	28	\$12,735,177	\$5,980,807	2.60%
2002	\$12,120	8,261	32	16	30	\$12,763,807	\$6,247,974	2.51%
2003	\$32,065	8,261	32	16	32	\$15,109,910	\$6,694,956	3.41%
2004	\$38,664	8,261	36	16	34	\$14,664,905	\$6,615,983	3.20%
2005	\$23,717	8,261	34	16	33	\$19,266,717	\$7,797,919	2.61%
2006	\$23,900	8,261	35	15	34	\$20,230,493	\$7,609,654	2.46%

Source: Association's internal records



Miami Valley Risk Management Association
 Operating Information by Component
 Last Ten Years

Schedule 26

Year Ended December 31

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Number of Members	16	16	16	16	16	17	17	20	20	20
Number of Staff	3	4	3	3.5	4	4	4	4	4	4
Number of Claims	284	341	417	409	337	393	447	378	389	318
Number of Training Sessions	*	24	36	52	35	35	29	44	56	29

* Information for 1997 unavailable

Note: The MVRMA staff addresses its members' risk management and risk financing needs, acts as a clearing house for risk related information, administers a claims/litigation management program, and provides extensive safety/loss control consulting and training.

Source: Employment Records, Riskmaster, Association's internal records



Mary Taylor, CPA
Auditor of State

MIAMI VALLEY RISK MANAGEMENT ASSOCIATION

MONTGOMERY COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 19, 2007**