

Important Facts and Features of the Incurred Loss Retro and Paid Loss Retro Plans

1. The plans and factors which are on file **HAVE BEEN APPROVED** by the State of Florida Department of Insurance. Per-claim deductibles **MAY NOT** be combined with these State-approved plans.
2. The retro plans **ARE CONTRACTUAL AGREEMENTS** between the Member and the Fund.
3. Incurred Loss Retro returns **ARE NOT** contingent upon the distribution of a dividend.
4. Incurred Loss Retro returns are based on the premium and loss experience of each individual account and **ARE NOT** dependent on the aggregate results of all accounts in the plan.
5. The first calculation for an Incurred Loss Retro return will be completed six months after the contract period ends. Subsequent computations will be made at 18 months and 30 months after the contract period ends.
6. Up to 50% of the total anticipated Incurred Loss Retro return may be made available at the first adjustment and up to 75% of the total anticipated return may be made available at the second adjustment. Returns will be distributed in a timely manner.
7. For Incurred Loss Retro or Paid Loss Retro plans, Retrospective Loss Development factors **ARE NOT** applied in the calculation of the member's plan premium.