

CALIFORNIA FAIR PLAN ASSOCIATION  
DIV II - BUSINESSOWNERS  
STATEMENT OF ASSETS, LIABILITIES AND MEMBERS' EQUITY  
March 31, 2020

EXHIBIT 1

	ASSETS	NON-ADMITTED ASSETS	NET ADMITTED ASSETS
ASSETS:			
SHORT TERM NOTES AND CERTIFICATES OF DEPOSIT	\$ 992,568	\$ -	\$ 992,568
CASH & CASH EQUIVALENTS	1,033,980	-	1,033,980
PREMIUM RECEIVABLE - NET	42,002	-	42,002
ACCRUED INVESTMENT INCOME	8,981	-	8,981
OTHER ASSETS	3,263	-	3,263
TOTAL ASSETS	<u>\$ 2,080,794</u>	<u>\$ -</u>	<u>\$ 2,080,794</u>
LIABILITIES AND MEMBERS' EQUITY:			
RESERVES FOR:			
UNPAID LOSSES			\$ 120,402
UNPAID LOSS ADJUSTMENT			27,313
UNEARNED PREMIUMS			<u>221,286</u>
			369,001
PAYABLE FOR:			
ADVANCE & UNAPPLIED PREMIUMS			9,432
COMMISSIONS PAYABLE			<u>(1,232)</u>
			8,200
TOTAL LIABILITIES			<u>377,201</u>
MEMBERS' EQUITY:			
2015 COMBINED POOL			202,242
2016 COMBINED POOL			45,456
2017 COMBINED POOL			234,540
2018 COMBINED POOL			682,867
2019 COMBINED POOL			567,511
2020 COMBINED POOL			<u>(29,024)</u>
TOTAL MEMBERS' EQUITY			<u>1,703,593</u>
TOTAL LIABILITIES AND MEMBERS' EQUITY			<u>\$ 2,080,794</u>

CALIFORNIA FAIR PLAN ASSOCIATION  
DIV II - BUSINESSOWNERS  
STATEMENT OF INCOME AND EQUITY ACCOUNT  
FISCAL YEAR 2020  
For the Six Months Ending March 31, 2020

EXHIBIT 2

	QUARTER	YEAR-TO-DATE
<hr/>		
UNDERWRITING INCOME:		
PREMIUMS WRITTEN	\$ 80,008	\$ 234,424
CHANGE IN UNEARNED PREMIUMS	24,791	(16,569)
PREMIUMS EARNED	<hr/> 104,799	<hr/> 217,855
<hr/>		
LOSS & LOSS ADJUSTMENT EXPENSES INCURRED:		
LOSSES INCURRED	(51,200)	75,717
LOSS ADJUSTMENT EXP INCURRED	11,309	18,852
TOTAL LOSSES & LOSS ADJ EXP INCURRED	<hr/> (39,891)	<hr/> 94,569
<hr/>		
UNDERWRITING EXPENSES INCURRED:		
COMMISSIONS	6,211	16,824
OTHER UNDERWRITING EXPENSES	41,684	78,152
TOTAL UNDERWRITING EXPENSES	<hr/> 47,895	<hr/> 94,976
TOTAL LOSSES & UNDERWRITING EXPENSES	<hr/> 8,004	<hr/> 189,545
<hr/>		
NET UNDERWRITING GAIN (LOSS)	<hr/> 96,795	<hr/> 28,310
<hr/>		
NET INVESTMENT INCOME (EXPENSE)	(6,629)	(5,326)
NET INCOME (LOSS)	<hr/> \$ 90,166	<hr/> \$ 22,984
<hr/>		
STATEMENT OF MEMBER'S EQUITY (DEFICIT):		
MEMBERS' EQUITY (DEFICIT) - BEGINNING	\$ 1,613,427	\$ 1,680,609
NET INCOME (LOSS)	<hr/> 90,166	<hr/> 22,984
<hr/>		
MEMBERS' EQUITY (DEFICIT) - ENDING	<hr/> \$ 1,703,593	<hr/> \$ 1,703,593
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CALIFORNIA FAIR PLAN ASSOCIATION  
DIV II - BUSINESSOWNERS  
MEMBERS' ACCOUNT  
FISCAL YEAR 2020  
For the Six Months Ending March 31, 2020

EXHIBIT 3A

	QUARTER POOL YEAR							YEAR-TO-DATE POOL YEAR						
	2015	2016	2017	2018	2019	2020	TOTAL	2015	2016	2017	2018	2019	2020	TOTAL
INCOME RECEIVED:														
PREMIUMS WRITTEN	\$ -	\$ -	\$ -	\$ -	\$ (3,353)	\$ 83,361	\$ 80,008	\$ -	\$ -	\$ -	\$ -	\$ (23,191)	\$ 257,615	\$ 234,424
NET WRITTEN PREMIUMS	-	-	-	-	(3,353)	83,361	80,008	-	-	-	-	(23,191)	257,615	234,424
NET INVESTMENT INCOME (EXPENSE)	1,274	291	1,564	4,405	4,455	640	12,629	1,656	379	2,032	5,725	5,856	803	16,451
TOTAL INCOME	1,274	291	1,564	4,405	1,102	84,001	92,637	1,656	379	2,032	5,725	(17,335)	258,418	250,875
EXPENSES PAID:														
LOSSES	-	-	-	(1,900)	-	-	(1,900)	-	-	-	(1,900)	4,918	-	3,018
LOSS ADJUSTMENT EXPENSES	-	833	3,874	1,896	2,730	1,976	11,309	-	1,127	4,830	3,368	7,059	2,468	18,851
COMMISSIONS	-	-	-	-	(299)	6,510	6,211	-	-	-	-	(2,024)	18,849	16,825
OPERATING EXPENSES	-	-	-	-	-	41,684	41,684	-	-	-	-	-	78,152	78,152
TOTAL EXPENSES PAID:	-	833	3,874	(4)	2,431	50,170	57,304	-	1,127	4,830	1,468	9,953	99,469	116,846
NET CASH CHANGE	1,274	(542)	(2,310)	4,409	(1,329)	33,831	35,333	1,656	(748)	(2,798)	4,257	(27,288)	158,949	134,029
CHANGE IN RESERVES:														
UNPAID LOSSES	-	-	-	4,300	-	45,000	49,300	-	-	-	4,300	(74,000)	(3,000)	(72,700)
UNEARNED PREMIUMS	-	-	-	-	56,412	(31,621)	24,791	-	-	-	-	167,455	(184,024)	(16,569)
NET RESERVE CHANGE	-	-	-	4,300	56,412	13,379	74,091	-	-	-	4,300	93,455	(187,024)	(89,269)
OTHER CHANGES:														
CHANGE IN ACCRUED INTEREST	(2,020)	(433)	(2,453)	(6,955)	(6,288)	(1,108)	(19,257)	(2,254)	(501)	(2,758)	(7,778)	(7,537)	(949)	(21,777)
NET OTHER CHANGES	(2,020)	(433)	(2,453)	(6,955)	(6,288)	(1,108)	(19,257)	(2,254)	(501)	(2,758)	(7,778)	(7,537)	(949)	(21,777)
CHANGE IN MEMBERS' EQUITY	(746)	(975)	(4,763)	1,754	48,795	46,102	90,167	(598)	(1,249)	(5,556)	779	58,630	(29,024)	22,983
MEMBERS' EQUITY (DEFICIT) - BEG	202,987	46,429	239,302	681,113	518,715	(75,120)	1,613,426	202,840	46,705	240,096	682,088	508,881	-	1,680,610
MEMBERS' EQUITY (DEFICIT) - END	\$202,241	\$ 45,454	\$234,539	\$682,867	\$567,510	\$ (29,018)	\$1,703,593	\$202,242	\$ 45,456	\$234,540	\$682,867	\$567,511	\$ (29,024)	\$ 1,703,593

CALIFORNIA FAIR PLAN ASSOCIATION  
DIVISION II - BUSINESSOWNERS  
STATISTICAL REPORT OF PREMIUMS  
FISCAL YEAR 2020  
For the Six Months Ending March 31, 2020

EXHIBIT 4A

	QUARTER			YEAR-TO-DATE		
	POOL YEAR			POOL YEAR		
	2019	2020	TOTAL	2019	2020	TOTAL
PREMIUMS WRITTEN						
PROPERTY	\$ (1,744)	\$ 42,926	\$ 41,182	\$ (11,781)	\$ 133,538	\$ 121,757
LIABILITY	(1,609)	40,435	38,826	(11,410)	124,077	112,667
TOTAL PREMIUMS WRITTEN	(3,353)	83,361	80,008	(23,191)	257,615	234,424
CHANGE IN UNEARNED PREMIUMS						
PROPERTY	29,334	(16,443)	12,891	87,077	(95,693)	(8,616)
LIABILITY	27,078	(15,178)	11,900	80,378	(88,331)	(7,953)
TOTAL CHANGE IN UNEARNED PREMIUMS	56,412	(31,621)	24,791	167,455	(184,024)	(16,569)
EARNED PREMIUMS						
PROPERTY	27,590	26,483	54,073	75,296	37,845	113,141
LIABILITY	25,469	25,257	50,726	68,968	35,746	104,714
NET EARNED PREMIUMS	\$ 53,059	\$ 51,740	\$ 104,799	\$ 144,264	\$ 73,591	\$ 217,855

CALIFORNIA FAIR PLAN ASSOCIATION

EXHIBIT 4B

DIV II - BUSINESSOWNERS

STATISTICAL REPORT OF LOSSES

FISCAL YEAR 2020

For the Six Months Ending March 31, 2020

	QUARTER							YEAR-TO-DATE						
	POOL YEAR							POOL YEAR						
	2015	2016	2017	2018	2019	2020	TOTAL	2015	2016	2017	2018	2019	2020	TOTAL
LOSSES PAID														
PROPERTY	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,917	\$ -	\$ 4,917
LIABILITY	-	-	-	(1,900)	-	-	(1,900)	-	-	-	(1,900)	-	-	(1,900)
TOTAL LOSSES PAID:	-	-	-	(1,900)	-	-	(1,900)	-	-	-	(1,900)	4,917	-	3,017
CHANGE IN LOSS RESERVES														
PROPERTY	-	-	-	(4,300)	(48,000)	(48,000)	(100,300)	-	-	-	(4,300)	26,000	-	21,700
LIABILITY	-	-	-	-	48,000	3,000	51,000	-	-	-	-	48,000	3,000	51,000
TOTAL CHANGE IN LOSS RESERVES:	-	-	-	(4,300)	-	(45,000)	(49,300)	-	-	-	(4,300)	74,000	3,000	72,700
LOSSES INCURRED														
PROPERTY	-	-	-	(4,300)	(48,000)	(48,000)	(100,300)	-	-	-	(4,300)	30,917	-	26,617
LIABILITY	-	-	-	(1,900)	48,000	3,000	49,100	-	-	-	(1,900)	48,000	3,000	49,100
TOTAL LOSSES INCURRED:	\$ -	\$ -	\$ -	\$ (6,200)	\$ -	\$ (45,000)	\$ (51,200)	\$ -	\$ -	\$ -	\$ (6,200)	\$ 78,917	\$ 3,000	\$ 75,717

CALIFORNIA FAIR PLAN ASSOCIATION  
 DIV II - BUSINESSOWNERS  
 STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES  
 FISCAL YEAR 2020  
 For the Six Months Ending March 31, 2020

	QUARTER							YEAR-TO-DATE						
	POOL YEAR							POOL YEAR						
	2015	2016	2017	2018	2019	2020	TOTAL	2015	2016	2017	2018	2019	2020	TOTAL
LOSS ADJUSTMENT PAID														
PROPERTY	\$ -	\$ 833	\$ 349	\$ 1,046	\$ 2,032	\$ 1,744	\$ 6,004	\$ -	\$ 1,127	\$ 643	\$ 1,929	\$ 5,773	\$ 2,039	\$ 11,511
LIABILITY	-	-	3,525	850	697	232	5,305	-	0	4,187	1,439	1,286	429	7,341
TOTAL LOSS ADJ EXP PAID	-	833	3,874	1,896	2,729	1,976	11,309	-	1,127	4,830	3,368	7,059	2,468	18,852
CHANGE IN LOSS ADJ. RES														
TOTAL CHANGE IN LOSS ADJ RES	-	-	-	-	-	-	-	-	-	-	-	-	-	-
LOSS ADJ EXP INCURRED														
PROPERTY	-	833	349	1,046	2,032	1,744	6,004	-	1,127	643	1,929	5,773	2,039	11,511
LIABILITY	-	-	3,525	850	697	232	5,305	-	-	4,187	1,439	1,286	429	7,341
TOTAL LOSS ADJ INCURRED	\$ -	\$ 833	\$ 3,874	\$ 1,896	\$ 2,729	\$ 1,976	\$ 11,309	\$ -	\$ 1,127	\$ 4,830	\$ 3,368	\$ 7,059	\$ 2,468	\$ 18,852

CALIFORNIA FAIR PLAN ASSOCIATION  
DIV II - BUSINESSOWNERS  
QUARTERLY RESERVES EXHIBIT  
FISCAL YEAR 2020  
For the Six Months Ending March 31, 2020

EXHIBIT 5

	12/31/2019							3/31/2020						
	POOL YEAR							POOL YEAR						
	2015	2016	2017	2018	2019	2020	TOTAL	2015	2016	2017	2018	2019	2020	TOTAL
UNEARNED PREMIUM RESERVES:														
PROPERTY	\$ -	\$ -	\$ -	\$ -	\$ 48,711	\$ 79,249	\$ 127,960	\$ -	\$ -	\$ -	\$ -	\$ 19,376	\$ 95,692	\$ 115,069
LIABILITY	-	-	-	-	44,964	73,153	118,117	-	-	-	-	17,886	88,331	106,217
TOTAL UNEARNED PREM RESERVES	-	-	-	-	93,675	152,402	246,077	-	-	-	-	37,262	184,023	221,286
LOSS RESERVES:														
LOSS RESERVES: CASE														
PROPERTY	-	-	-	4,300	79,000	48,000	131,300	-	-	-	-	31,000	-	31,000
LIABILITY	-	-	5,000	-	-	-	5,000	-	-	5,000	-	48,000	3,000	56,000
TOTAL CASE RESERVES	-	-	5,000	4,300	79,000	48,000	136,300	-	-	5,000	-	79,000	3,000	87,000
LOSS RESERVES: IBNR														
PROPERTY	-	-	1,393	4,300	13,512	-	19,205	-	-	1,393	4,300	13,512	-	19,205
LIABILITY	-	-	1,030	3,179	9,988	-	14,197	-	-	1,030	3,179	9,988	-	14,197
TOTAL IBNR RESERVES	-	-	2,423	7,479	23,500	-	33,402	-	-	2,423	7,479	23,500	-	33,402
TOTAL LOSS RESERVES:														
PROPERTY	-	-	1,393	8,600	92,512	48,000	150,505	-	-	1,393	4,300	44,512	-	50,205
LIABILITY	-	-	6,030	3,179	9,988	-	19,197	-	-	6,030	3,179	57,988	3,000	70,197
TOTAL LOSS RESERVES	-	-	7,423	11,779	102,500	48,000	169,702	-	-	7,423	7,479	102,500	3,000	120,402
LOSS EXPENSE RESERVES:														
PROPERTY	-	-	1,565	5,208	8,931	-	15,704	-	-	1,565	5,208	8,931	-	15,704
LIABILITY	-	-	1,157	3,850	6,602	-	11,609	-	-	1,157	3,850	6,602	-	11,609
TOTAL LOSS EXPENSE RESERVES	\$ -	\$ -	\$ 2,722	\$ 9,058	\$ 15,533	\$ -	\$ 27,313	\$ -	\$ -	\$ 2,722	\$ 9,058	\$ 15,533	\$ -	\$ 27,313