

# **Ohio Government Risk Management Plan**

**Financial Statements**

**for the years ended December 31, 2000 and 1999**

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## **Report of Independent Accountants**

To the Board of Directors of  
the Ohio Government Risk Management Plan:

We have audited the accompanying balance sheets of the Ohio Government Risk Management Plan (the "Plan") as of December 31, 2000 and 1999, and the related statements of revenues, expenses and changes in members' equity and cash flows, for the years then ended. These financial statements are the responsibility of the Plan'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 of America. Those standards require that we plan and perform the audits 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 financial position of the Ohio Government Risk Management Plan as of December 31, 2000 and 1999, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

We have also issued our report dated March 27, 2001 on the Ohio Government Risk Management Plan's compliance with laws and regulations and internal control over financial reporting. That report is an integral part of our audits conducted under Government Auditing Standards that should be read along with this report on the financial statements.

/s/ PricewaterhouseCoopers LLP

March 27, 2001

**Ohio Government Risk Management Plan**  
**Balance Sheets**  
**December 31, 2000 and 1999**

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	<u>2000</u>	<u>1999</u>
Assets:		
Cash and cash equivalents	\$ 1,235,256	\$ 310,214
Short-term investments, at fair value	312,324	35,316
Bonds, at fair value	2,855,556	2,673,765
Equity securities, at fair value	989,299	1,028,575
Premiums receivable	861,002	868,228
Reinsurance recoverable	106,085	1,103,311
Receivable from Plan Administrator	-	75,378
Accrued interest receivable	40,373	50,249
	<hr/>	<hr/>
Total assets	<u>\$ 6,399,895</u>	<u>\$ 6,145,036</u>
Liabilities and Members' equity:		
Liabilities:		
Unpaid losses and loss adjustment expense reserves	\$ 8,197	\$ 8,197
Unearned premiums	182,588	167,996
Accrued liabilities and fees	123,138	208,364
Reinsurance payable	1,077,116	1,355,027
	<hr/>	<hr/>
Total liabilities	<u>1,391,039</u>	<u>1,739,584</u>
Members' equity:		
Accumulated surplus	<u>5,008,856</u>	<u>4,405,452</u>
	<hr/>	<hr/>
Total members' equity	<u>5,008,856</u>	<u>4,405,452</u>
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Total liabilities and members' equity	<u>\$ 6,399,895</u>	<u>\$ 6,145,036</u>

The accompanying notes are an integral part of these financial statements.

**Ohio Government Risk Management Plan**  
**Statements of Revenues, Expenses and Changes in Members' Equity**  
**for the years ended December 31, 2000 and 1999**

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	<u>2000</u>	<u>1999</u>
Revenues:		
Premiums written	\$ 10,458,690	\$ 9,464,000
Reinsurance premiums ceded	<u>(9,844,578)</u>	<u>(8,908,778)</u>
Net premiums written and earned	614,112	555,222
Membership fees	148,726	141,750
Net investment income	202,022	306,508
Other income	<u>2,430</u>	<u>-</u>
Total revenues	<u>967,290</u>	<u>1,003,480</u>
Expenses:		
Newsletter publishing and postage	24,029	10,624
Directors' travel and meetings	52,411	46,494
Printing and supplies	13,275	7,934
Risk management committee meetings and seminars	45,428	41,499
Professional fees	86,259	103,476
Plan marketing	100,116	31,412
Directors' and officers' insurance	17,500	17,500
Website development and maintenance	17,596	3,668
Other	<u>7,272</u>	<u>10,716</u>
Total expenses	<u>363,886</u>	<u>273,323</u>
Excess of revenues over expenses	603,404	730,157
Members' equity:		
Beginning of year	<u>4,405,452</u>	<u>3,675,295</u>
End of year	<u><u>\$ 5,008,856</u></u>	<u><u>\$ 4,405,452</u></u>

The accompanying notes are an integral part of these financial statements.

**Ohio Government Risk Management Plan**  
**Statements of Cash Flows**  
**for the years ended December 31, 2000 and 1999**

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	<u>2000</u>	<u>1999</u>
Cash flows from operating activities:		
Excess of revenues over expenses	\$ 603,404	\$ 730,157
Net change in the fair value of investments	(12,563)	(121,950)
Changes in operating assets and liabilities:		
Short-term investments	(277,008)	13,781
Premiums receivable	7,226	48,883
Reinsurance recoverable	997,226	(680,908)
Receivable from Plan Administrator	75,378	-
Accrued interest receivable	9,876	(33,680)
Unearned premiums	14,592	(87)
Accrued liabilities and fees	(85,226)	42,275
Reinsurance payable	(277,912)	188,211
Net cash provided by operating activities	<u>1,054,993</u>	<u>186,682</u>
Cash flows from investing activities:		
Purchases:		
Bonds	(2,089,137)	(3,948,473)
Equities	-	(900,000)
Sales:		
Bonds	-	1,678,673
Maturities:		
Bonds	<u>1,959,186</u>	<u>1,808,577</u>
Net cash used in investing activities	<u>(129,951)</u>	<u>(1,361,223)</u>
Net increase(decrease) in cash and cash equivalents	925,042	(1,174,541)
Cash and cash equivalents, beginning of year	<u>310,214</u>	<u>1,484,755</u>
Cash and cash equivalents, end of year	<u>\$ 1,235,256</u>	<u>\$ 310,214</u>

The accompanying notes are an integral part of these financial statements.

# Ohio Government Risk Management Plan

## Notes to Financial Statements

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### 1. Description of the Organization

The following descriptions provide only general information. Reference should be made to the Plan Agreement for a more complete description.

The Ohio Government Risk Management Plan (the "Plan") was organized in June of 1988 as authorized by Section 2744.081 of the Ohio Revised Code. The Plan is an unincorporated non-profit association of its members and an instrumentality for each member for the sole purpose of enabling members of the Plan to provide for a formalized, jointly administered self-insurance program to maintain adequate self-insurance protection, risk management programs and other administrative services. Pursuant to Section 2744.081 of the Ohio Revised Code, the Plan is deemed a separate legal entity for the public purpose of enabling its members to obtain self-insurance through a jointly administered self-insurance fund. Members of the Plan are relatively small political subdivisions such as townships, villages, small cities and others in the State of Ohio which are eligible to participate under applicable statute, ruling or law subject to certain underwriting standards as deemed appropriate by the Plan and its administrator.

The Plan was established to provide property, liability, errors and omissions, law enforcement, automobile, excess liability, crime, surety and bond, inland marine and other coverages to its members sold through ten appointed independent agents in the State of Ohio. Coverage programs are developed specific to each member's risk management needs and the related premiums for coverage are determined through the application of uniform underwriting criteria addressing the member's exposure to loss. The Plan has agreed to pay judgments, settlements and other expenses resulting from claims arising related to the coverage provided in excess of the member's deductible.

The Plan has chosen to adopt the forms and endorsements of conventional insurance coverage and to reinsure these coverages 100%, rather than utilize a risk pool of member funds to pay individual and collective losses up to a given retention, and then have excess reinsurance coverage above the retention amount. Therefore, the individual members are only responsible for their self-retention (deductible) amounts which vary from member to member.

The members are assessed an annual membership fee which is based on the administrative expenses of the Plan for the year. These expenses consist principally of professional fees, directors' travel and meeting expenses and other administrative expenses. Membership fees were \$148,726 and \$141,750 for the years ended December 31, 2000 and 1999, respectively.

The Plan had 667 and 630 members as of December 31, 2000 and 1999, respectively.

The Plan has an agreement with Hylant Administrative Services, Inc. ("HAS") to provide underwriting, claims management, accounting and system support services for the Plan. Effective September 1999, HAS also provides reinsurance brokerage services to the Plan. All of these services are paid for by the Plan. See Note 2 for further discussion.

The Plan is comprised exclusively of Ohio political subdivisions. Although its exposure is concentrated to a single geographical area, such exposure is reduced by the practice of reinsuring 100% of the coverage provided.

# Ohio Government Risk Management Plan

## Notes to Financial Statements

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### 2. Summary of Significant Accounting Policies

#### *Accounting Policies*

The accounting policies of the Plan conform to generally accepted accounting principles ("GAAP") as prescribed by the Governmental Accounting Standards Board and the American Institute of Certified Public Accountants.

#### *Estimates*

The preparation of financial statements in conformity with GAAP requires the Plan to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

#### *Cash and Cash Equivalents*

Governmental Accounting Standards Board ("GASB") Statement No. 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements," requires the Plan to categorize cash and cash equivalents held by the Plan to give an indication of the level of risk assumed by the Plan at year end. Category 1 includes cash and cash equivalents that are insured or collateralized with securities held by the Plan or by its agent in the Plan's name. Category 2 includes cash and cash equivalents that are collateralized with securities held by the pledging financial institution's trust department or agent. Category 3 includes cash and cash equivalents that are uncollateralized.

Cash and cash equivalents represents a bank account balance of \$1,492,817 and \$915,904 as of December 31, 2000 and 1999, respectively. The bank account balance is Category 1 to the extent it is insured up to \$100,000 by the Federal Deposit Insurance Corporation (the "FDIC"). The remainder of the bank account balance is Category 3.

#### *Investments*

The Plan has adopted GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools". As required by GASB Statement No. 31, the Plan has recognized its short-term investments, bonds, and equity securities at fair value with all related investment income, including the change in the fair value of investments and realized gains and losses, reflected in the Plan's revenues in the Statement of Revenues, Expenses and Changes in Members' Equity.

Short-term investments consist of commercial paper and U.S. Treasury Bills and money market funds with maturities less than one year. The Plan intends to hold all short-term securities to maturity. Bonds represent U.S. Treasury Notes and other obligations of the U.S. Federal Government and its agencies with maturities greater than one year. Bonds are held for indefinite periods of time and may be sold in response to changes in interest rates, liquidity needs or other market conditions. Equity securities consist solely of shares held in the Fifth-Third Quality Growth Fund. This fund seeks to provide long-term capital appreciation by investing primarily in the stocks of well-established growth companies in the United States.

Investment transactions are recorded on a trade date basis. Fair value is based on quoted market prices. Realized gains and losses on the sale of securities are determined based on the sales proceeds less the historical cost of the specific asset sold.

Net investment income represents interest income, realized gains and losses, and the change in the fair value of investments, net of management and investment expenses of \$7,051 and \$7,096 in 2000 and 1999, respectively.

## Ohio Government Risk Management Plan

### Notes to Financial Statements

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Investment securities are exposed to various risks such as interest rate, market and credit risks. Market values of securities fluctuate based on the magnitude of changing market conditions; significant changes in market conditions could materially affect the fair value of the Plan's investments.

#### *Reinsurance*

Insurance coverages provided by the Plan are 100% reinsured and the related premiums are approximately 94% ceded to the reinsurers. The ceding commissions received by the Plan from the reinsurers in connection with reinsurance premiums ceded have been accounted for as a reduction of the related agency commissions and administration costs. These ceding commissions amounted to \$2,833,510 and \$2,584,641 for the years ended December 31, 2000 and 1999, respectively.

Fees for all administrative, management and brokerage related services provided to the Plan are based upon a percentage of gross premiums written. Fees for such services amounted to \$1,760,251 and \$1,625,206 for 2000 and 1999, respectively.

For the years ended December 31, 2000 and 1999, the Plan has not adopted Statement of Financial Accounting Standards No. 113. In accordance with the accounting principles prescribed by GASB Statement No. 10, unpaid losses and loss adjustment expense reserves have been presented net of ceded unpaid losses and loss adjustment expense reserves.

#### *Policy Acquisition Costs*

The Plan does not defer agent commissions and certain other administration and underwriting expenses as these costs have been reduced by ceding commissions received from the reinsurers. The net difference between the administration expenses and the ceding commissions does not vary with the individual issuance and maintenance of the contracts of insurance. Therefore, such costs are expensed as incurred. Agent commissions amounted to \$1,073,259 and \$959,435 for the years ended December 31, 2000 and 1999, respectively.

#### *Unpaid Losses and Loss Adjustment Expense Reserves*

The Plan has not established claims liabilities on reinsured risks except for those that it determined were liabilities which were not covered by certain past reinsurers as further discussed in Note 3. For those risks, the Plan has established claims liabilities that are based on estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported but not settled ("case" reserves) and of claims that have been incurred but not reported ("IBNR" reserves), net of estimated salvage and subrogation. The length of time for which such costs must be estimated varies depending on the coverage involved. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability and damage awards, the process used in computing claims liabilities does not necessarily result in exact amounts, particularly for coverages such as general liability. Claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency, and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual and industry data that reflects past inflation and on other factors and are considered to be appropriate modifiers of past experience (See Notes 3 and 4 for further discussion).

The Plan's consulting actuaries have selected target losses and loss expense ratios they believe are reasonable and reflective of the estimated ultimate losses and loss expense experience. The methods of making such estimates and establishing the ultimate liability for losses and loss adjustment expenses are reviewed regularly. However, the estimated ultimate liability for losses and loss adjustment expenses could be susceptible to significant change in the near term.

# Ohio Government Risk Management Plan

## Notes to Financial Statements

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### *Unearned Premiums*

Unearned premiums represent the portion of net premiums written by the Plan related to the unexpired risk period of underlying policies. Net premiums are earned on a pro-rata basis over the term of the related policies.

### *Reclassifications*

Certain reclassifications have been made to the 1999 financial statements to conform to the 2000 presentations.

### **3. Reinsurance**

The Plan reinsures its coverages 100% with various reinsurance companies up to a limit of \$5,000,000 per occurrence, per member. The Plan purchases additional reinsurance on a per location basis for property values greater than \$5,000,000. Additionally, the administrator of the Plan has facilities available whereby an individual member may purchase liability limits greater than \$5,000,000 outside of the Plan.

In the event that any of the reinsurance companies should be unable to meet their obligations under the existing reinsurance agreements, the Plan would be liable for such defaulted amounts. The Plan evaluates the financial condition of its reinsurers and monitors the concentrations of credit risk to minimize its exposure to significant losses from reinsurer insolvencies.

As of December 31, 2000 and 1999, direct unpaid losses and loss adjustment expense case reserves were \$8,274,060 and \$6,395,556, respectively. Ceded amounts related to those reserves were \$8,265,863 and \$6,387,355, respectively.

As of December 31, 2000 and 1999, direct unpaid losses and loss adjustment expense IBNR reserves were \$7,528,467 and \$7,551,511, respectively. Ceded amounts related to those reserves were \$7,528,467 and \$7,551,511, respectively.

Experience accounts have been established by the Plan's reinsurers in accordance with the terms of the treaties whereby the Plan may receive a refund based upon the loss development of these covered losses. The agreements are effective until all losses are settled or the agreements are commuted. No amounts related to these experience accounts have been recognized by the Plan as of December 31, 2000 and 1999.

## Ohio Government Risk Management Plan

### Notes to Financial Statements

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#### 4. Unpaid Losses and Loss Adjustment Expense Reserves

As of December 31, 2000 and 1999, the unpaid losses and loss adjustment expense reserves were \$8,197. This amount reflects the Plan's actuarially determined unpaid loss and loss adjustment expense reserves for both reported and unreported insured events originally reinsured by certain reinsurers who could not fulfill their obligations under various reinsurance treaties. Activity in the losses and loss adjustment expense reserves is summarized as follows:

	2000	1999
Balance at January 1	\$13,947,064	\$10,715,155
Less: reinsurance recoverables	<u>13,938,867</u>	<u>10,706,958</u>
Net balance at January 1	<u>8,197</u>	<u>8,197</u>
Incurred related to:		
Current year	-	-
Prior year	<u>-</u>	<u>-</u>
Total incurred	<u>-</u>	<u>-</u>
Paid related to:		
Current year	<u>-</u>	-
Prior year	<u>-</u>	<u>-</u>
Total paid	<u>-</u>	<u>-</u>
Net balance at December 31	8,197	8,197
Plus: reinsurance recoverables	<u>15,794,329</u>	<u>13,938,867</u>
Balance at December 31	<u>\$15,802,526</u>	<u>\$13,947,867</u>

The net balance of unpaid losses and loss adjustment expense reserves, end of year (December 31), represents the Plan's estimate of the ultimate cost of claims (including future claim adjustment expenses) that have been reported but not settled and of claims that have been incurred but not reported, net of estimated salvage and subrogation. There was no net IBNR related to the totals above as of December 31, 2000 and 1999.

#### 5. Tax Status

On April 27, 1995, the Plan received notification that it is a qualified plan under the applicable sections of the Internal Revenue Code and is therefore not subject to federal income tax under present tax laws.

## Ohio Government Risk Management Plan

### Notes to Financial Statements

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#### **6. Commitments and Contingencies**

On June 30, 2000 the Plan renewed a \$1,000,000 line of credit agreement with Fifth Third Bank of Northwest Ohio, N.A. which expires on June 30, 2001 and is collateralized by the Plan's cash and cash equivalents. As of December 31, 2000 and 1999, the Plan had no borrowings against this line of credit.

The Plan and its individual members of the Plan and the Plan are named as defendants in various lawsuits generally relating to their coverage. Numerous legal actions arise from claims made under insurance policies issued by the Plan or in connection with previous reinsurance agreements. These actions were considered by the Plan in establishing its losses and loss adjustment expense reserves. The Plan believes the ultimate disposition of these and other pending lawsuits against the Plan will not materially impact the Plan's financial position, results of operations or cash flows.

**Report of Independent Accountants  
on Supplemental Information**

To the Board of Directors of  
the Ohio Governmental Risk Management Plan:

The report on our audit of the financial statements of the Ohio Governmental Risk Management Plan (the "Plan") as of December 31, 2000 and 1999, and for the years then ended is presented on page one of this document. That audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying Supplemental Schedule of Ten-Year Claims Development Information of the Plan as of December 31, 2000 and 1999, and for the years then ended is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

This report is intended solely for the information and use of the board of directors and the management of the Plan and state insurance departments to whose jurisdiction the Plan is subject and is not intended to be and should not be used by anyone other than these specified parties.

/s/ PricewaterhouseCoopers LLP

March 27, 2001

# Ohio Government Risk Management Plan Required Supplementary Information

## Ten-Year Claims Development Information

The following table illustrates how the Plan's earned revenue (net of reinsurance) and investment income compare to related costs of loss net of loss assumed by reinsurers of the Plan. As data for individual policy years mature, the correlation between original estimates and reestimated amounts commonly is used to evaluate the accuracy of net incurred claims currently recognized in less mature policy years. The columns of the table show data for successive policy years.

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
<b>Revenues</b>										
Earned**	\$ 6,116,704	7,636,301	8,345,425	8,361,815	9,293,127	9,271,278	9,899,718	10,115,810	9,912,258	10,811,868
Ceded	5,893,088	6,466,728	7,313,425	7,970,859	8,033,416	8,318,125	8,859,336	8,566,337	8,908,778	9,844,578
Net Earned	\$ 223,616	1,169,573	1,032,000	390,956	1,259,711	953,153	1,040,382	1,549,473	1,003,480	967,290
<b>Estimated claims and expenses end of policy year:</b>										
Incurred	\$ 3,047,006	6,023,743	7,444,949	10,739,382	9,989,355	10,995,967	12,439,017	10,715,155	13,947,064	15,802,526
Ceded	1,813,272	4,989,780	6,671,982	10,220,618	9,860,887	10,906,082	12,385,231	10,706,958	13,938,867	15,794,329
Net Incurred	\$ 1,233,734	1,033,963	772,967	518,764	128,468	89,885	53,786	8,197	8,197	8,197
<b>Net Paid (cumulative) as of:</b>										
End of policy year	0	0	0	0	0	0	0	0	0	0
One year later	320,000	472,966	401,052	225,796	6,300	15,591	4,042	0	0	
Two years later	792,966	874,018	626,848	232,096	21,891	19,633	0	0		
Three years later	1,194,018	1,099,814	633,148	247,687	25,933	0	0			
Four years later	1,419,814	1,106,114	648,739	249,471	0	0				
Five years later	1,426,114	1,121,705	652,781	0	0					
Six years later	1,441,705	1,125,747	0	0						
Seven years later	1,445,747	0	0							
Eight years later	0	0								
Nine years later	0									
<b>Reestimated net incurred claims and expenses:</b>										
End of policy year	1,233,734	1,033,963	772,967	518,764	128,468	89,885	53,786	8,197	8,197	8,197
One year later	1,353,963	1,245,933	919,816	354,264	96,185	69,377	12,239	8,197	8,197	
Two years later	1,565,933	1,392,782	755,316	321,981	75,677	27,830	12,239	8,197		
Three years later	1,712,782	1,228,282	723,033	301,473	34,130	27,830	12,239			
Four years later	1,548,282	1,195,999	702,525	259,926	34,130	27,830				
Five years later	1,515,999	1,175,491	660,984	259,926	34,130					
Six years later	1,495,491	1,133,944	660,984	259,926						
Seven years later	1,453,944	1,133,944	660,984							
Eight years later	1,453,944	1,133,944								
Nine years later	1,453,944									
<b>Increase in estimated net incurred claims and expenses from end of policy year</b>										
	\$ 220,210	99,981	(111,983)	(258,838)	(94,338)	(62,055)	(41,547)	-	-	-

\*\* Includes earned contribution revenues, investment revenues, membership fees, premiums for unrecoverable, and proceeds from commutation agreements

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Directors of  
the Ohio Government Risk Management Plan:

We have audited the financial statements of the Ohio Government Risk Management Plan (the "Plan") as of and for the years ended December 31, 2000 and 1999, and have issued our report thereon dated March 27, 2001. 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 of America.

Compliance

As part of obtaining reasonable assurance about whether the Plan's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations and contracts, 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 that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audits, we considered the Plan's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Plan's Board of Directors, management and Plan members and is not intended to be and should not be used by anyone other than those specified parties.

/s/ PricewaterhouseCoopers LLP

March 27, 2001