

**Statement of Changes in Rate Group Balances
For the Year Ended December 31, 2000 (\$,000's)**

**Schedule 1
Unaudited**

RATE GROUP	DESCRIPTION ⁽¹⁾	Unappropriated Balance (Unfunded Liability) - Opening	CURRENT YEAR							Rate Group Restructuring Cost ⁽⁴⁾	Transfer from Future Claims Administration Reserve ⁽³⁾	Unappropriated Balance (Unfunded Liability) - Ending
			Premium Income	Claims Costs ⁽²⁾	Operating Costs	Current Year Surplus (Deficit)	Prior Years' Claim Costs ⁽²⁾	Investment Income				
AA	Financial Institutions	0.00	2,471	(1,521)	(499)	450	135	817	(123)	230	1,510	
AB	Insurance Services	0.00	998	(582)	(278)	138	(1,149)	379	(55)	125	(561)	
AC	Lawyers & Notaries	0.00	777	(652)	(332)	(207)	(741)	152	(25)	113	(707)	
AD	Consultants, Engineers, Architects	0.00	889	(1,846)	(720)	(1,678)	1,096	803	(134)	237	325	
AE	Doctors, Dentists, Optometrists	0.00	2,647	(1,620)	(987)	41	(2,289)	593	(92)	354	(1,394)	
AF	Brokers, Real Estate, TV & Radio	0.00	960	(1,170)	(529)	(739)	(700)	579	(89)	215	(735)	
AG	Universities	0.00	1,309	(2,810)	(561)	(2,062)	375	1,157	(185)	423	(291)	
AH	Public & Private Schools	0.00	11,799	(20,237)	(4,182)	(12,619)	(2,012)	9,244	(1,428)	2,926	(3,889)	
AI	Restaurants, Pubs, Night Clubs	0.00	14,765	(16,044)	(3,885)	(5,163)	944	5,730	(872)	2,065	2,703	
AJ	Auto Dealership (sales & service)	0.00	7,535	(9,409)	(1,745)	(3,620)	(5,526)	5,372	(798)	1,579	(2,992)	
AK	Wood Furniture, Metal Production & Manufacturing	0.00	5,422	(5,409)	(1,561)	(1,548)	(2,080)	4,007	(610)	1,100	868	
AL	Hotels, Motels & Resorts	0.00	13,173	(12,989)	(3,243)	(3,059)	(603)	6,579	(1,005)	2,073	3,986	
AM	Auto Repair, Body & Glass	0.00	14,295	(12,828)	(4,240)	(2,773)	(11,586)	13,358	(2,053)	4,126	1,073	
AN	Hospitals (acute care)	0.00	58,715	(65,503)	(10,467)	(17,255)	4,697	26,715	(4,052)	9,265	19,370	
AO	Long Term Care Facilities	0.00	21,818	(27,727)	(3,659)	(9,569)	3,907	6,799	(1,025)	2,880	2,992	
AP	Plywood Manufacturing, Non-alcoholic Beverage Manufacturing, Glass Installation	0.00	19,350	(16,572)	(3,885)	(1,107)	(9,133)	10,665	(1,586)	3,268	2,106	
AQ	Alcoholic Beverage Manufacturing, Pressed Board Manufacturing	0.00	6,061	(5,892)	(1,374)	(1,205)	(858)	4,305	(636)	1,076	2,683	
AR	Fiberglass, Aluminum Window Manufacturing	0.00	8,183	(6,712)	(1,534)	(63)	(1,614)	4,767	(693)	1,236	3,633	
AS	Concrete Manufacturing, Meat Cutting, Fruit & Vegetable Processing	0.00	4,924	(5,812)	(1,712)	(2,601)	(1,186)	5,926	(905)	1,463	2,698	
AT	Sheet Metal Fabrication, Baked Goods Manufacturing	0.00	10,344	(10,057)	(2,207)	(1,921)	(3,683)	5,393	(807)	1,593	575	
AU	Prefabricated Building Manufacturing, Sausage Manufacturing, Plastic Film Manufacturing	0.00	6,416	(7,042)	(1,302)	(1,928)	(3,905)	2,730	(413)	1,030	(2,485)	
AV	Milk Manufacturing, Plastic Production Manufacturing	0.00	6,858	(5,929)	(1,220)	(292)	680	4,466	(657)	1,138	5,335	
AW	Auto, Plane, Recreational Vehicle Assembly, Poultry Processing	0.00	13,179	(9,148)	(1,901)	2,130	(388)	5,380	(784)	1,588	7,926	
AX	Foundry, Concrete Product Manufacturing	0.00	8,837	(5,417)	(1,540)	1,880	(1,429)	6,123	(896)	1,474	7,152	
AY	Wooden Component Manufacturing	0.00	16,824	(15,244)	(3,851)	(2,271)	(1,689)	11,290	(1,676)	2,715	8,369	
AZ	Highway Maintenance, Paving Services	0.00	8,794	(6,338)	(2,065)	391	(7,725)	7,627	(1,125)	2,040	1,208	
BA	Road Construction / Maintenance, Finishing Carpentry	0.00	10,468	(7,845)	(3,334)	(711)	(10,644)	12,213	(1,832)	3,088	2,115	
BB	Open Pit Metal Mining, Nurseries, Recreational Vehicle Sales	0.00	4,960	(5,469)	(1,765)	(2,274)	(5,160)	5,935	(899)	1,546	(852)	
BC	Open Pit Coal Mining, Farming, Orchards	0.00	9,426	(7,244)	(1,999)	183	(3,958)	7,918	(1,172)	2,115	5,086	
BD	Building Construction	0.00	18,085	(14,853)	(4,960)	(1,727)	(13,339)	13,680	(2,017)	3,816	413	
BE	Painting, Welding Services, Floor Covering Installation	0.00	14,712	(13,806)	(3,700)	(2,794)	(6,236)	15,888	(2,355)	4,051	8,554	
BF	Drywalling, Concrete Repair, Siding Installation	0.00	12,014	(12,077)	(3,162)	(3,224)	(6,780)	12,076	(1,802)	3,130	3,399	
BG	Structural Concrete, Masonry, Plastering	0.00	7,965	(5,382)	(2,098)	485	(5,779)	8,301	(1,237)	2,101	3,872	
BH	Low Slope Roofing, Framing	0.00	10,403	(6,701)	(2,286)	1,416	(6,009)	8,711	(1,293)	2,456	5,281	
BJ	Couriers, Towing, Flyer Delivery	0.00	9,062	(8,703)	(1,506)	(1,147)	(1,495)	3,084	(457)	1,235	1,221	
BK	Grain Elevators, Dump Trucks	0.00	7,333	(7,713)	(1,446)	(1,826)	(312)	4,889	(708)	1,141	3,184	
BL	Taxis, Quarries, Helicopter VFR (Visual Field Rule) Operation	0.00	6,978	(4,006)	(1,731)	1,241	(8,673)	6,341	(943)	1,680	(354)	
BM	Marine Terminals	0.00	11,553	(16,506)	(2,286)	(7,240)	117	8,397	(1,237)	2,243	2,282	
BN	Oil / Gas Drilling, Exploration, Fish Farms	0.00	9,203	(8,008)	(3,031)	(1,835)	(8,986)	16,807	(2,467)	3,598	7,116	
BO	Log Hauling, Barges, Log Towing	0.00	20,355	(16,033)	(3,993)	329	(11,915)	14,737	(2,184)	4,145	5,112	
BP	Electronic Products Manufacturing, Drug Wholesale	0.00	1,957	(2,149)	(674)	(866)	(257)	836	(129)	275	(141)	
BQ	Electronic, Light Equipment, Machine Parts < 500 lbs Wholesale	0.00	2,171	(2,538)	(561)	(927)	(552)	910	(135)	330	(374)	
BR	Department Stores, Gas Bars, Car Rentals	0.00	6,393	(6,509)	(1,105)	(1,222)	(1,556)	3,435	(503)	1,112	1,266	
BS	Retail - Light Industrial Equipment, Machinery, Power Tool Rental < 500 lbs	0.00	3,309	(3,664)	(1,287)	(1,642)	(4,751)	3,072	(484)	1,003	(2,803)	

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			Premium Income	Claims Costs ⁽²⁾	Operating Costs	Current Year Surplus (Deficit)						
BT	Supermarkets, Garden Supply	0.00	16,792	(17,804)	(3,836)	(4,848)	(1,836)	9,865	(1,509)	3,131	4,803	
BU	Home Improvement Centres, Fish Wholesale	0.00	5,950	(5,613)	(1,120)	(783)	(2,646)	4,008	(605)	1,344	1,319	
BV	Colleges, Trade or Vocational School	0.00	716	(1,892)	(639)	(1,815)	650	1,021	(161)	314	8	
BW	Consulting, Religious, Publishers, Libraries	0.00	2,798	(1,752)	(995)	51	945	1,200	(179)	338	2,355	
BX	Small Household Appliance Repair, Gas Utilities	0.00	1,925	(1,205)	(652)	67	(609)	1,748	(260)	407	1,353	
BY	Telephone Services, Clerical Worker Supply	0.00	6,033	(4,180)	(1,115)	738	(457)	3,164	(456)	813	3,802	
BZ	Counselling, Hair Styling, Day Care	0.00	5,808	(7,008)	(1,976)	(3,175)	(1,392)	2,546	(387)	875	(1,533)	
CA	Electric Utilities, Unions, Art Galleries, Museums	0.00	5,054	(4,295)	(1,902)	(1,143)	(1,581)	6,002	(916)	1,523	3,886	
CB	Indian Bands, Golf Courses, Veterinaries	0.00	5,003	(7,685)	(1,575)	(4,257)	(372)	3,115	(487)	1,072	(928)	
CC	Property Management, Fixed Wing IFR (Instrument Field Rule), Aircraft Repair	0.00	5,612	(6,566)	(2,635)	(3,589)	(794)	5,191	(791)	1,303	1,321	
CD	Movie Production, Service Stations, Gyms	0.00	6,857	(6,811)	(1,891)	(1,845)	(1,399)	2,676	(421)	838	(151)	
CE	Security Alarms, Cable TV, Job Training, Surveying, Laundromats	0.00	5,213	(4,643)	(1,269)	(699)	600	3,645	(547)	956	3,956	
CF	Residential SS Facilities, Security Patrols, Major Household Appliance Repair	0.00	6,510	(6,871)	(1,203)	(1,564)	5,662	2,762	(419)	743	7,184	
CG	Janitorial Services, Community Health Support Services, Forest Management Consulting	0.00	11,961	(9,489)	(2,055)	417	61	5,216	(768)	1,665	6,592	
CH	Heavy Equipment, Parts Sales, Service, Repair (>500lbs)	0.00	9,909	(10,705)	(2,489)	(3,286)	(5,231)	8,006	(1,192)	2,180	478	
CI	Underground Mining, Ranching	0.00	11,360	(8,430)	(2,423)	507	(6,342)	11,762	(1,723)	2,801	7,006	
CJ	Landscaping, Fruit & Vegetable Packing, Car Wash	0.00	4,420	(4,480)	(1,049)	(1,110)	1,410	2,905	(435)	853	3,623	
CK	Short Term Care	0.00	5,619	(5,451)	(901)	(733)	290	2,005	(298)	704	1,969	
CL	Homemaker Services, Ski Hills	0.00	9,108	(10,752)	(2,104)	(3,748)	(5,279)	4,275	(660)	1,669	(3,743)	
CM	Catering, Septic Tank Svcs, Domestic Cleaning	0.00	4,520	(4,710)	(896)	(1,087)	(422)	2,516	(373)	817	1,452	
CN	Commercial Marine Vessel Manufacturing, Services, Repair, Cable Logging, Bridge Construction & Repair	0.00	15,310	(13,767)	(5,895)	(4,352)	(10,425)	34,557	(5,146)	7,740	22,373	
CO	Manual Tree Falling, Helicopter Logging	0.00	12,790	(14,372)	(4,379)	(5,961)	(11,159)	18,208	(2,728)	4,415	2,776	
CP	Integrated Logging, Ground Skidding	0.00	59,648	(37,385)	(15,260)	7,002	(42,321)	61,058	(9,013)	14,892	31,617	
CQ	Publishing with Printing, Clothing Manufacturing	0.00	3,525	(3,626)	(747)	(848)	415	1,638	(244)	487	1,448	
CR	Printing, Oil Refining / Production	0.00	3,162	(4,846)	(1,501)	(3,185)	(2,977)	3,207	(503)	1,082	(2,376)	
CS	Shake or Shingle Mills, Steep Slope Roofing, Concrete Reinforcing	0.00	14,095	(12,693)	(3,131)	(1,729)	(2,892)	12,253	(1,820)	3,229	9,041	
CT	Tree Planting	0.00	2,915	(2,631)	(648)	(363)	(536)	1,456	(215)	402	743	
CU	Fishing	0.00	6,000	(5,813)	(2,340)	(2,153)	(6,705)	9,939	(1,499)	2,202	1,783	
CV	Pulp & Paper Mill, Miscellaneous Manufacturing	0.00	9,237	(8,952)	(2,347)	(2,062)	(10,623)	8,161	(1,207)	2,362	(3,369)	
CW	Machine Shops, Engine Rebuild, Tool & Die Manufacturing	0.00	7,746	(7,252)	(1,534)	(1,040)	(3,910)	6,126	(898)	1,640	1,919	
CX	Carpentry Shop, Marine Pleasure Craft Manufacturing	0.00	10,153	(7,363)	(1,967)	822	(4,373)	5,245	(764)	1,411	2,340	
CY	Fish Processing / Canning	0.00	4,847	(5,612)	(1,247)	(2,012)	(4,047)	2,892	(455)	1,183	(2,438)	
CZ	Sawmills	0.00	48,561	(32,618)	(11,698)	4,245	(38,143)	56,569	(8,427)	14,461	28,705	
DA	Structural Metal Product Fabrication	0.00	11,468	(11,177)	(2,390)	(2,099)	(5,405)	8,029	(1,188)	2,322	1,660	
DB	Heavy Equipment ,Machinery ,Parts Manufacturing or Installation (>500lbs)	0.00	9,054	(5,473)	(1,356)	2,224	(3,900)	5,339	(763)	1,377	4,277	
DC	Electrical Work	0.00	9,220	(5,855)	(2,222)	1,143	(4,377)	8,573	(1,271)	2,116	6,185	
DD	Land Clearing, Excavation, Gas Pipeline Construction / Repair	0.00	11,272	(10,162)	(3,415)	(2,304)	(8,162)	11,328	(1,695)	3,190	2,355	
DE	Plumbing & Heating Installation & Repair	0.00	11,111	(8,837)	(2,767)	(493)	(9,324)	9,719	(1,462)	2,754	1,195	
DF	Pulp & Paper Mills, Smelters	0.00	8,975	(7,558)	(2,022)	(606)	(5,240)	13,444	(1,968)	3,150	8,781	
DG	House & Other Wood Frame Construction & Renovation	0.00	22,014	(17,585)	(7,305)	(2,877)	(19,425)	26,563	(4,007)	7,389	7,643	
DH	Bus Line, Railways, Ferry Services	0.00	7,367	(8,892)	(1,570)	(3,096)	(3,239)	4,094	(630)	1,477	(1,393)	
DI	General Trucking, Garbage Removal	0.00	44,584	(45,267)	(9,767)	(10,450)	(13,905)	37,641	(5,619)	10,252	17,919	
DJ	Stevedoring	0.00	2,481	(6,309)	(761)	(4,589)	2,278	1,437	(253)	748	(379)	
DK	General Retail, Auction Houses	0.00	15,956	(15,375)	(4,442)	(3,860)	(5,620)	10,720	(1,626)	3,402	3,015	
DL	Wholesale	0.00	6,418	(7,325)	(1,776)	(2,683)	(261)	3,860	(585)	1,100	1,430	

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		Premium Income	Claims Costs ⁽²⁾	Operating Costs	Current Year Surplus (Deficit)						
DM Food, Beverage, Tobacco Product Wholesale	0.00	6,681	(5,779)	(826)	75	1,161	2,943	(422)	926	4,684	
DN EI Job Creation	0.00	175	(125)	(28)	22	241	104	(16)	22	372	
DO Local Government and Related Operations	0.00	32,244	(32,520)	(6,633)	(6,910)	1,256	20,760	(3,074)	5,566	17,598	
DP Computer Consulting, Accounting, Travel Agency	0.00	1,422	(1,451)	(1,162)	(1,190)	(865)	362	(60)	197	(1,557)	
DQ Paper Box Manufacturing, Wood Mill Saw Manufacturing, Animal Feed Manufacturing, Cement Manufacturing	0.00	4,521	(3,975)	(853)	(307)	(2,351)	2,437	(360)	763	182	
Rateable Classes - Subtotal	<u>0.00</u>	<u>967,804</u>	<u>(904,653)</u>	<u>(235,118)</u>	<u>(171,963)</u>	<u>(376,319)</u>	<u>770,478</u>	<u>(115,082)</u>	<u>212,000</u>	<u>319,112</u>	
Self-Insured Classes - Total	<u>0.00</u>	<u>45,200</u>	<u>38,570</u>	<u>10,020</u>	<u>(3,390)</u>	<u>11,561</u>	<u>14,951</u>	<u>0</u>	<u>0</u>	<u>0</u>	
All Classes - Subtotal	<u>0.00</u>	<u>1,013,004</u>	<u>(866,084)</u>	<u>(225,097)</u>	<u>(175,353)</u>	<u>(364,757)</u>	<u>785,429</u>	<u>(115,082)</u>	<u>212,000</u>	<u>319,112</u>	
December 31, 1999 Subclass Surplus	431,348	(146,762)	0	0	(146,762)	0	0	46,585	0	331,171	
December 31, 1999 Subclass Deficit	(297,811)	0	0	0	0	0	0	68,497	0	(229,314)	
TOTAL	<u>133,537</u>	<u>866,242</u>	<u>(866,084)</u>	<u>(225,097)</u>	<u>(322,115)</u>	<u>(364,757)</u>	<u>785,429</u>	<u>0</u>	<u>212,000</u>	<u>420,969</u>	

NOTES:

- (1) The description of the rate groups are only approximate and not complete. Please refer to the 2000 Classification and Rate List published by the Assessments department for more detailed information.
- (2) In 2000, the benefit liabilities were discounted to present value using a real interest rate of 3.5%, instead of 3.0% as in prior years; this change decreased claims cost expense of rateable classes by \$458 million and self-insured classes by \$18 million.
- (3) For the first time in 2000, claims cost include a full provision for the future costs of administering existing claims. The effect of this amendment has been to increase claims cost expense of rateable classes by \$386 million. To partially offset this initial cost of capitalizing future claims administration, the \$212 million Future Claims Administration Reserve set up in prior years was transferred to the unappropriated balance, resulting in a net charge to the ending unappropriated balance of \$174 million.
- (4) As the Board transition to the new classification and experience rating systems, it will incur some rate group restructuring costs generally over a five-year period, which will be funded by excess investment income. In 2000, the cost incurred was \$115 million; for the purpose of full disclosure, this cost was shown separately instead of being netted against investment income.
- (5) Due to rounding, the row and column subtotals shown may not add up as expected.