

<b>BLUE CROSS OF CALIFORNIA REFUNDING CALCULATION PRUDENT BUYER SANTA ANA UNIFIED SCHOOL DISTRICT EFFECTIVE DATE JULY 1, 2002</b>			
CALCULATION COMPONENTS	MEDICAL	PHARMACY	TOTAL
MEDICAL PAID CLAIMS 01/01/01 TO 01/01/02	10,609,600	1,336,951	11,946,551
DRUG PAID CLAIMS 08/01/01 TO 01/01/02			
ADJUSTMENT FOR BENEFIT MODIFICATION	0	0	0
CREDIT FOR LARGE CLAIMS	(536,742)	0	(536,742)
ADJUSTED PAID CLAIMS	10,072,858	1,336,951	11,409,809
BEGINNING RESERVE <i>gnt</i>	2,007,400	0	2,007,400 <i>gnt</i>
ENDING RESERVE	2,330,859	241,445	2,572,104
ADJUSTED (INCURRED) PAID CLAIMS	10,396,117	1,578,396	11,974,513
EXPOSURE (MED) 01/01/01 TO 01/01/02	32,163		
EXPOSURE (RX) 08/01/01 TO 01/01/02		13,430	
CLAIMS COST PER CONTRACT	323.23	117.53	
TREND	1.2236	1.2252	
PROJECTED CURRENT PER CONTRACT	395.51	143.99	
ESTIMATED BCC DISCOUNT SAVINGS	0.00	0.00	
PROJECTED BCC COST PER CONTRACT	395.51	143.99	
ADJUSTMENT FOR PROPOSED BENEFIT MOD	7.12	0.00	
ADJUSTED INCURRED COST PER CONTRACT	402.63	143.99	
PROJECTED PARTICIPATION	31,992	31,992	
ADJUSTED PROJECTED PAID CLAIMS	12,880,939	4,606,528	17,487,467
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MARGIN 4.00%	515,238	184,261	699,499
LARGE CLAIMS (POOLING @ \$200,000)	490,764	0	490,764
PREMIUM TAXES	0	0	0
RETENTION	1,801,303	318,050	2,119,353
REQUIRED RENEWAL PREMIUM	15,688,244	5,108,840	20,797,083
CURRENT PREMIUM	13,828,508	4,805,469	18,633,977
REQUIRED RENEWAL ADJUSTMENT	1.1345	1.0631	1.1161

**This submission by KMEBS was re-typed to omit any reference to commissions paid by Blue Cross**