



Based on BYNAC's review of the NCCI filings, the proposed change of -5.1% effective 8/1/12 has been reasonably calculated in accordance with actuarial standards of practice.

Assumptions that Advisory Council might review:

- Use of 40% utilization offset for 1/1/12 changes
- Use of no utilization offset for 6/10/12 changes
- Possible offset to expected decreases due to 6/10/12 pharmacy schedule changes