

## Schedules

## Schedule of Revenues and Other Financing Sources (Uses) - Governmental Funds

For the Fiscal Year Ended June 30, 2005  
(expressed in thousands)

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	Total
<b>Taxes:</b>					
Retail sales	\$ 6,228,817	\$ -	\$ -	\$ 56,333	\$ 6,285,150
Business and occupation	2,284,649	-	-	63,033	2,347,682
Use (compensating)	446,064	-	-	5,472	451,536
Motor vehicle and fuel	-	-	-	930,975	930,975
Liquor, beer, and wine	105,421	-	-	46,766	152,187
Cigarette and tobacco	61,254	-	-	292,759	354,013
Insurance premiums	228,038	-	-	129,344	357,382
Public utility	333,682	-	-	10,845	344,527
Property	1,394,793	-	-	195,512	1,590,305
Motor vehicle excise	(411)	-	-	828	417
Other excise	808,160	-	-	92,935	901,095
Gift and inheritance	(37,740)	-	-	-	(37,740)
Other taxes	192,381	-	-	168,202	360,583
<b>Subtotal</b>	<b>12,045,108</b>	<b>-</b>	<b>-</b>	<b>1,993,004</b>	<b>14,038,112</b>
<b>Tax Credits:</b>					
Business and occupation	(56,723)	-	-	-	(56,723)
Use (compensating)	(447)	-	-	-	(447)
Other tax credits	(111)	-	-	-	(111)
<b>Total Taxes</b>	<b>11,987,827</b>	<b>-</b>	<b>-</b>	<b>1,993,004</b>	<b>13,980,831</b>
<b>Licenses, Permits, and Fees:</b>					
Business and professions	58,115	-	-	81,420	139,535
Hunting and fishing	1,301	-	-	27,205	28,506
Motor vehicle	3,709	511	-	350,952	355,172
Motor vehicle operators	(11)	-	-	48,640	48,629
Other fees	15,859	-	-	119,023	134,882
<b>Total Licenses, Permits, and Fees</b>	<b>78,973</b>	<b>511</b>	<b>-</b>	<b>627,240</b>	<b>706,724</b>
<b>Federal Grants-In-Aid:</b>					
Department of Health and Human Services	4,123,678	545,972	-	6,385	4,676,035
Department of Labor	112,351	570	-	104,723	217,644
Department of Agriculture	839,689	29,372	-	96,688	965,749
Department of Transportation	2,002	2,971	-	646,095	651,068
Department of Education	604,845	242,250	-	3,669	850,764
Other federal grants-in-aid	329,399	227,174	-	92,259	648,832
<b>Total Federal Grants-In-Aid</b>	<b>6,011,964</b>	<b>1,048,309</b>	<b>-</b>	<b>949,819</b>	<b>8,010,092</b>
<b>Charges For Services:</b>					
Tuition and student fees	-	905,605	-	35,492	941,097
Other charges	48,214	202,668	-	403,776	654,658
<b>Total Charges For Services</b>	<b>48,214</b>	<b>1,108,273</b>	<b>-</b>	<b>439,268</b>	<b>1,595,755</b>
<b>Miscellaneous Revenue:</b>					
Investment income	35,750	60,866	193,655	72,480	362,751
Timber sales	3,097	-	12,688	154,987	170,772
Fines and forfeitures	3,876	5,578	8	94,959	104,421
Other contracts and grants	272,762	537,501	-	17,010	827,273
Other	101,350	151,450	71,663	327,699	652,162
<b>Total Miscellaneous Revenue</b>	<b>416,835</b>	<b>755,395</b>	<b>278,014</b>	<b>667,135</b>	<b>2,117,379</b>
<b>Total Revenues</b>	<b>18,543,813</b>	<b>2,912,488</b>	<b>278,014</b>	<b>4,676,466</b>	<b>26,410,781</b>
<b>Other Financing Sources (Uses):</b>					
Bonds issued	-	2,918	-	1,141,700	1,144,618
Refunding bonds issued	-	-	-	439,399	439,399
Payment to refunded bond escrow agent	-	-	-	(462,495)	(462,495)
Notes issued	15,564	9,638	-	1,252	26,454
Bond issue premium (discount)	-	-	-	68,325	68,325
Transfers in	524,365	182,266	3,883	2,060,851	2,771,365
Transfers (out)	(942,208)	(241,369)	(71,407)	(1,245,849)	(2,500,833)
Capital lease acquisitions	-	75	-	-	75
<b>Total Other Financing Sources (Uses)</b>	<b>(402,279)</b>	<b>(46,472)</b>	<b>(67,524)</b>	<b>2,003,183</b>	<b>1,486,908</b>
<b>Total Revenues and Other Financing Sources (Uses)</b>	<b>\$ 18,141,534</b>	<b>\$ 2,866,016</b>	<b>\$ 210,490</b>	<b>\$ 6,679,649</b>	<b>\$ 27,897,689</b>

## Schedule of Expenditures - Governmental Funds

For the Fiscal Year Ended June 30, 2005  
(expressed in thousands)

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	Total
<b>By Function:</b>					
General government	\$ 591,943	\$ -	\$ -	\$ 1,660,170	\$ 2,252,113
Human services	9,563,114	-	-	1,060,616	10,623,730
Natural resources and recreation	294,515	-	-	513,988	808,503
Transportation	27,299	2,339	-	2,350,411	2,380,049
Education	7,255,597	2,884,421	88	978,533	11,118,639
<b>Total Expenditures</b>	<b>\$ 17,732,468</b>	<b>\$ 2,886,760</b>	<b>\$ 88</b>	<b>\$ 6,563,718</b>	<b>\$ 27,183,034</b>
<b>By Object:</b>					
Salaries and wages	\$ 2,433,690	\$ 1,085,333	\$ 1	\$ 872,979	\$ 4,392,003
Employee benefits	589,469	355,811	0	206,505	1,151,785
Personal services	106,997	32,708	6	81,692	221,403
Goods and services	988,706	696,022	40	721,131	2,405,899
Travel	35,660	65,381	4	29,338	130,383
<b>Subtotal</b>	<b>4,154,522</b>	<b>2,235,255</b>	<b>51</b>	<b>1,911,645</b>	<b>8,301,473</b>
<b>Grants and Subsidies:</b>					
K-12 basic education	5,780,707	-	-	245,147	6,025,854
Public assistance	6,792,509	-	-	394,062	7,186,571
Other miscellaneous	884,319	518,873	37	1,231,958	2,635,187
<b>Total Grants and Subsidies</b>	<b>13,457,535</b>	<b>518,873</b>	<b>37</b>	<b>1,871,167</b>	<b>15,847,612</b>
<b>Intergovernmental</b>	<b>27,665</b>	<b>-</b>	<b>-</b>	<b>307,097</b>	<b>334,762</b>
<b>Capital Outlays:</b>					
Equipment	30,915	57,011	-	43,561	131,487
All other	47,206	56,393	-	1,506,191	1,609,790
<b>Total Capital Outlays</b>	<b>78,121</b>	<b>113,404</b>	<b>-</b>	<b>1,549,752</b>	<b>1,741,277</b>
<b>Debt Service:</b>					
Principal	12,363	13,109	-	435,358	460,830
Interest	2,262	6,119	-	488,699	497,080
<b>Total Debt Service</b>	<b>14,625</b>	<b>19,228</b>	<b>-</b>	<b>924,057</b>	<b>957,910</b>
<b>Total Expenditures</b>	<b>\$ 17,732,468</b>	<b>\$ 2,886,760</b>	<b>\$ 88</b>	<b>\$ 6,563,718</b>	<b>\$ 27,183,034</b>

## Workers' Compensation Fund - Basic Plan Claims Development Information

Fiscal Years 1996 through 2005 (expressed in millions)

The table below illustrates how the fund's earned revenues (net of reinsurance) and investment income compare to the related costs of losses (net of loss assumed by reinsurers) and other expenses assumed by the fund as of the end of each of the last ten fiscal years. The state has not purchased reinsurance since 9/30/02 and has never had a qualifying event that generated a recovery.

**The rows of the table are defined as follows:**

1. This line shows each fiscal year's earned contribution revenues and investment revenues.
2. This line shows the fund's incurred claims (both paid and accrued) as originally reported at the end of the first year in which the event that triggered coverage under the contract occurred (called policy year).
3. This section shows the cumulative amounts paid as of the end of successive years for each policy year.
4. This section shows how each policy year's incurred claims increased or decreased as of the end of successive years. This annual reestimation results from new information received on known claims, reevaluation of existing information on known claims, and emergence of new claims not previously known.
5. This line compares the latest reestimated incurred claims amount to the amount originally established (line 2) and shows whether this latest estimate of claims cost is greater or less than originally thought. As data for individual policy years mature, the correlation between original estimates and reestimates is commonly used to evaluate the accuracy of incurred claims currently recognized in less mature policy years.

**The columns of the table show data for successive fiscal years.**

	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Net earned required contribution and investment revenues	\$ 1,274	\$ 1,257	\$ 2,013	\$ 927	\$ 1,057	\$ 1,449	\$ 1,197	\$ 2,111	\$ 1,337	\$ 2,452
2. Estimated incurred claims and expenses, end of policy year	1,620	1,681	1,700	1,732	1,902	1,925	2,124	2,284	2,505	2,308
3. Paid (cumulative) as of:										
End of policy year	192	191	196	205	218	230	226	233	244	260
One year later	396	409	420	438	473	494	500	501	528	
Two years later	502	522	545	564	608	646	653	650		
Three years later	568	596	627	643	706	747	756			
Four years later	617	651	684	707	777	825				
Five years later	658	693	731	758	837					
Six years later	692	731	770	800						
Seven years later	721	763	805							
Eight years later	746	794								
Nine years later	770									
4. Reestimated incurred claims and expenses:										
End of policy year	1,620	1,681	1,700	1,732	1,902	1,925	2,124	2,284	2,505	2,308
One year later	1,565	1,602	1,627	1,690	1,838	1,963	2,158	2,277	2,203	
Two years later	1,507	1,553	1,651	1,694	1,913	2,067	2,277	2,045		
Three years later	1,455	1,575	1,643	1,770	1,977	2,226	2,079			
Four years later	1,500	1,576	1,678	1,794	2,088	2,039				
Five years later	1,466	1,601	1,690	1,839	1,881					
Six years later	1,471	1,593	1,687	1,682						
Seven years later	1,456	1,575	1,554							
Eight years later	1,429	1,478								
Nine years later	1,336									
5. Increase (decrease) in estimated incurred claims and expenses from end of policy year	(284)	(203)	(146)	(50)	(21)	114	(45)	(239)	(302)	

Source: Washington State Department of Labor and Industries

## Workers' Compensation Fund - Supplemental Pension Plan Claims Development Information

Fiscal Years 1996 through 2005 (expressed in millions)

The table below illustrates how the fund's supplemental pension cost-of-living adjustments earned revenues (net of reinsurance) and investment income compare to the related costs of losses (net of loss assumed by reinsurers) as of the end of the last ten fiscal years. The state has not purchased reinsurance since 9/30/02 and has never had a qualifying event that generated a recovery. The unallocated and other expenses of this plan are paid by the Workers' Compensation Basic Plan. This claims development information is reported separate from the basic plan for the following reasons:

- (1) This plan covers self-insured, while the basic does not.
- (2) This plan is not experienced rated while the basic plan is.
- (3) Statutes restrict the funding of this plan to expected payments of the current year.

**The rows of the table are defined as follows:**

1. This line shows each fiscal year's earned contribution revenues and investment revenues.
2. This line shows the fund's incurred claims (both paid and accrued) as originally reported at the end of the first year in which the event that triggered coverage under the contract occurred (called policy year).
3. This section shows the cumulative amounts paid as of the end of successive years for each policy year.
4. This section shows how each policy year's incurred claims increased or decreased as of the end of successive years. This annual reestimation results from new information received on known claims, reevaluation of existing information on known claims, and emergence of new claims not previously known.
5. This line compares the latest reestimated incurred claims amount to the amount originally established (line 2) and shows whether this latest estimate of claims cost is greater or less than originally thought. As data for individual policy years mature, the correlation between original estimates and reestimates is commonly used to evaluate the accuracy of incurred claims currently recognized in less mature policy years.

**The columns of the table show data for successive fiscal years.**

	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Net earned required contribution and investment revenues	\$ 173	\$ 154	\$ 170	\$ 193	\$ 225	\$ 267	\$ 281	\$ 293	\$ 288	\$ 326
2. Estimated incurred claims and expenses, end of policy year	751	795	790	548	635	628	807	1,029	1,228	724
3. Paid (cumulative) as of:										
End of policy year	-	-	-	-	-	-	-	-	-	-
One year later	3	4	6	7	8	5	2	5	2	-
Two years later	8	11	14	12	12	8	11	4	-	-
Three years later	9	13	17	18	17	22	6	-	-	-
Four years later	14	20	24	24	30	15	-	-	-	-
Five years later	20	27	30	37	27	-	-	-	-	-
Six years later	26	34	41	37	-	-	-	-	-	-
Seven years later	33	40	44	-	-	-	-	-	-	-
Eight years later	37	49	-	-	-	-	-	-	-	-
Nine years later	47	-	-	-	-	-	-	-	-	-
4. Reestimated incurred claims and expenses:										
End of policy year	751	795	790	548	635	628	807	1,029	1,228	724
One year later	793	812	527	666	730	786	945	1,045	722	-
Two years later	792	610	727	754	844	910	1,046	676	-	-
Three years later	633	753	798	860	959	1,064	701	-	-	-
Four years later	754	817	860	932	1,099	727	-	-	-	-
Five years later	773	864	924	1,034	746	-	-	-	-	-
Six years later	790	898	971	732	-	-	-	-	-	-
Seven years later	810	936	695	-	-	-	-	-	-	-
Eight years later	814	705	-	-	-	-	-	-	-	-
Nine years later	603	-	-	-	-	-	-	-	-	-
5. Increase (decrease) in estimated incurred claims and expenses from end of policy year	(148)	(90)	(95)	184	111	99	(106)	(353)	(506)	-

Source: Washington State Department of Labor and Industries

**Workers' Compensation Fund**  
**Reconciliation of Claims Liabilities by Plan**  
 Fiscal Years 2005 and 2004 (expressed in thousands)

The schedule below presents the changes in claims liabilities for the past two fiscal years for the fund's two benefit plans: Workers' Compensation Basic Plan and Workers' Compensation Supplemental Pension Plan.

	Basic Plan		Supplemental Pension Plan		Grand Total	
	FY 2005	FY 2004	FY 2005	FY 2004	FY 2005	FY 2004
Unpaid claims and claim adjustment expenses at beginning of year	\$ 8,361,558	\$ 7,997,273	\$ 8,229,540	\$ 7,866,579	\$ 16,591,098	\$ 15,863,852
Incurred claims and claim adjustment expenses:						
Provision for insured events of the current year	1,741,476	1,382,174	1,574,029	390,374	3,315,505	1,772,548
Increase (decrease) in provision for insured events of prior years	(239,709)	228,262	(785,873)	266,696	(1,025,582)	494,958
Total incurred claims and claim adjustment expenses	1,501,767	1,610,436	788,156	657,070	2,289,923	2,267,506
Payments:						
Claims and claim adjustment expenses attributable:						
To events of the current year	259,673	244,334	-	-	259,673	244,334
To insured events of prior years	1,047,741	1,001,817	294,712	294,109	1,342,453	1,295,926
Total payments	1,307,414	1,246,151	294,712	294,109	1,602,126	1,540,260
Total unpaid claims and claim adjustment expenses at fiscal year end	\$ 8,555,911	\$ 8,361,558	\$ 8,722,984	\$ 8,229,540	\$ 17,278,895	\$ 16,591,098

Source: Washington State Department of Labor and Industries

**Claims Liability Development by Program**  
 Fiscal Year 2005 (expressed in thousands)

Claim liabilities are discounted and adjusted to present an appropriate settlement or carrying value. The schedule below presents the discounts and adjustments to claim liabilities for the current fiscal year.

Program/Category	Undiscounted Liabilities	Discount Rate	Discounted Liabilities	Provision For Settlement Value Uncertainty	Overpayment Adjustments	Carrying Value
Benefit Reserves:						
Accident	\$ 3,594,675	2.5%	\$ 3,240,413	\$ -	\$ 14,687	\$ 3,255,100
Medical Aid	4,073,953	2.5%	2,642,908	-	968	2,643,876
Pensions	8,331,696	6.5%	2,283,885	-	1,316	2,285,201
Supplemental Pension (COLA)	14,186,000	2.5%	8,713,000	-	9,985	8,722,985
Sub-Total Benefits	30,186,324		16,880,206	-	26,956	16,907,162
Claims Admin Expense (CAE) Reserves	421,632	2.5%	371,733	-	-	371,733
Total Benefits and CAE Reserves	\$ 30,607,956		\$ 17,251,939	\$ -	\$ 26,956	\$ 17,278,895

Source: Washington State Department of Labor and Industries