

## IRS LOSS & SALVAGE/SUBROGATION RESERVE DISCOUNTING FACTORS

"Quick Reference" Table for Tax Year 2019

Short-Tail Lines											
Accident Year	Accident/ Health	Auto PD	Fidelity/ Surety	Financial/ Mortgage Guaranty	International Composite	Reinsurance Assumed Financial	Reinsurance Assumed Liability	Reinsurance Assumed Property	Special Property	Warranty	Short Tail Composite
2017 & Prior*	98.4785%	98.5513%	98.5513%	98.5513%	98.5513%	98.5513%	98.5513%	98.5513%	98.5513%	98.5513%	98.5513%
2018	98.4785%	97.1339%	97.1339%	97.1339%	97.1339%	97.1339%	97.1339%	97.1339%	97.1339%	97.1339%	97.1339%
2019	98.4785%	98.3085%	95.7921%	95.5443%	96.1189%	95.3891%	94.5848%	96.1004%	97.3903%	98.1046%	96.8468%

  

Long-Tail Lines											
Accident Year	Commercial Auto	Medical Malpractice Claims Made	Medical Malpractice Occurrence	Multiple Peril	Other Liability Claims Made	Other Liability Occurrence	Private Passenger	Products Liability Claims Made	Products Liability Occurrence	Workers' Comp	Long Tail Composite
2009 & Prior*	98.5513%	98.5513%	98.5513%	96.9185%	98.0920%	96.7300%	98.5513%	94.7288%	96.6903%	91.2579%	95.0968%
2010	98.3585%	97.7503%	97.7902%	94.8530%	96.6876%	94.4974%	97.7282%	91.5785%	94.4133%	86.5946%	92.1457%
2011	96.4102%	96.0160%	96.1220%	93.5200%	94.9264%	92.6228%	95.6473%	90.2969%	92.1992%	84.7150%	90.3858%
2012	94.9804%	95.1291%	94.9993%	91.0177%	93.8378%	91.9830%	95.0550%	89.0388%	91.8072%	84.1036%	89.1661%
2013	95.3260%	94.2423%	94.3189%	91.3154%	93.0770%	90.7788%	94.5205%	87.8040%	90.8527%	83.2567%	88.6258%
2014	95.0498%	93.3035%	93.5069%	91.6039%	92.6040%	90.7542%	94.2824%	86.4184%	89.9309%	82.8905%	88.6421%
2015	95.2024%	93.2805%	92.7664%	91.4064%	92.0976%	90.6836%	94.2325%	85.0889%	89.8810%	83.4129%	88.7546%
2016	95.3204%	93.1388%	91.8194%	93.2041%	92.2415%	90.9196%	94.8920%	83.8076%	91.1924%	83.9662%	90.2933%
2017	95.2819%	92.8576%	90.4811%	93.9651%	92.1992%	90.7535%	95.2520%	88.1407%	89.8860%	85.4517%	91.4469%
2018	94.7607%	92.6388%	88.9529%	93.6724%	91.6944%	90.2053%	95.2920%	86.3600%	89.1417%	86.5393%	91.7292%
2019	93.7704%	91.2627%	86.2902%	95.0826%	90.4676%	88.8810%	95.4657%	85.2754%	87.2645%	87.5213%	92.4228%

The 2019 discount factors were determined using the applicable interest rate of 3.09%.

\*Factors based on composite method of Notice 88-100

**These factors have been compiled by Johnson Lambert LLP using the tables issued by the IRS based on the composite method for each of the years shown. For more information, contact Matt Gravelin at (802) 383-4821 or [mgravelin@johnsonlambert.com](mailto:mgravelin@johnsonlambert.com).**