

Interpretation of the Emerging Accounting Issues Working Group**INT 02-11: Recognition of Amounts Related to Earned but Unbilled Premium****ISSUE NULLIFIED BY SSAP NO. 53****INT 02-11 Dates Discussed**

June 9, 2002; September 10, 2002

INT 02-11 References

SSAP No. 53—Property Casualty Contracts-Premiums (SSAP No. 53)

INT 02-11 Issue

1. ABC Insurance Company (ABC) writes workers' compensation policies subject to adjustment via payroll audits. ABC records Earned but Unbilled Premium (EBUB) in accordance with the SSAP No. 53 paragraphs 9-12. ABC handles all business through a TPA who charges service fees based on a percentage of collected premium. In addition, ABC pays its agents commissions based on a percentage of collected