



THE STATE OF SELF-INSURANCE

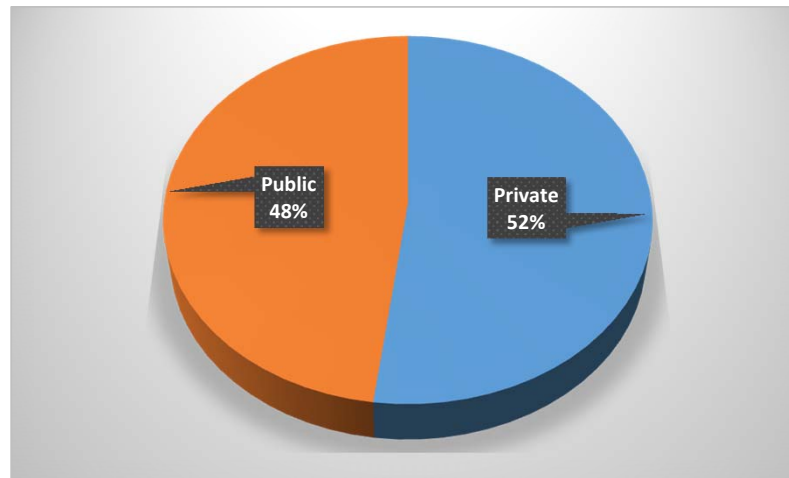
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EMPLOYEES COVERED

4.34 Million CA Workers Protected (2017: 4.38 M)

PRIVATE: 2.26 MM

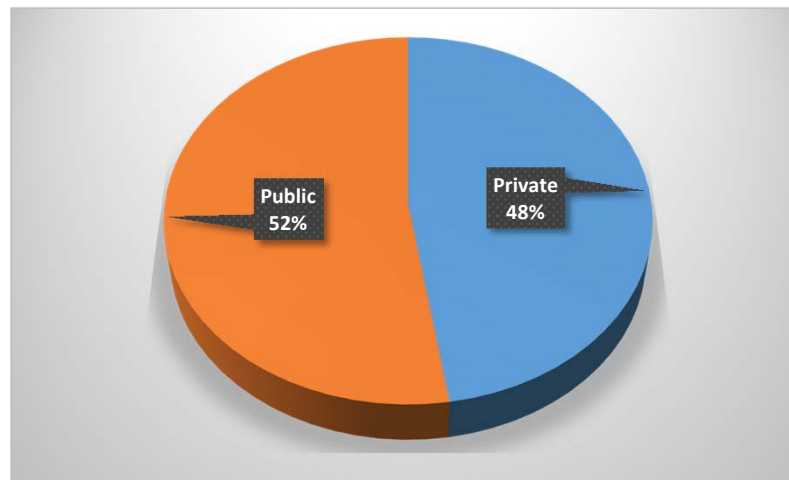
PUBLIC: 2.08 MM



PAYROLL

\$237.14 Billion of Payroll (2017: \$224.48 BB)

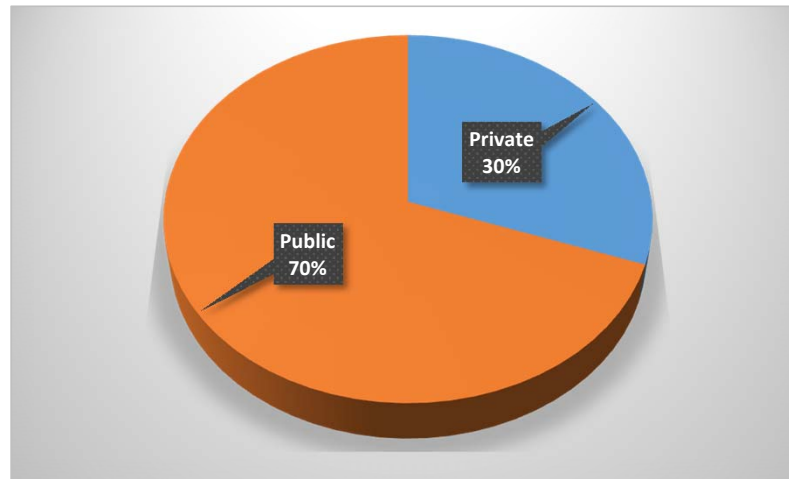
PRIVATE: 112.70 BB
PUBLIC: 124.44 BB



OPEN INDEMNITY CLAIMS (12/31/18)

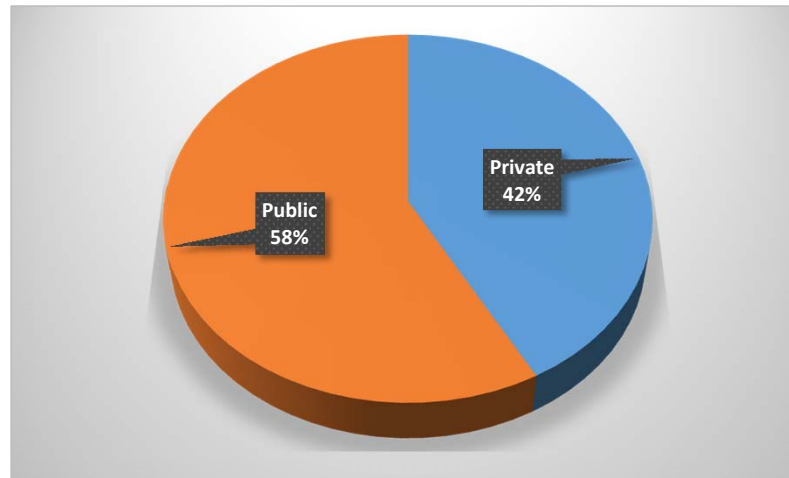
259,230 Total Open Claims (2017: 260,588)

PRIVATE: 78,826
PUBLIC: 180,404



NEW CLAIMS REPORTED

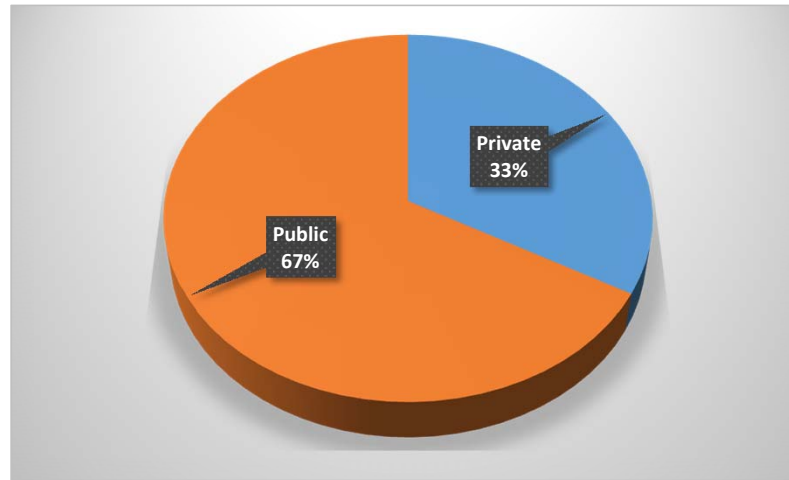
NEW CLAIMS REPORTED:
83,873 private vs. 115,870 public



RESERVES

RESERVES:

\$4.2 BB private vs. \$8.5 BB public



SELF-INSURED GROUPS IN CALIFORNIA

EARLIEST SIG FORMED AT OSIP: January 1, 2002
Certificate #4500

LATEST SIG FORMED AT OSIP: July 1, 2017
Certificate #4533

NUMBER OF CURRENTLY ACTIVE SIG: 23

SELF-INSURED GROUPS IN CALIFORNIA

NUMBER OF DEFAULTED GROUPS: 2

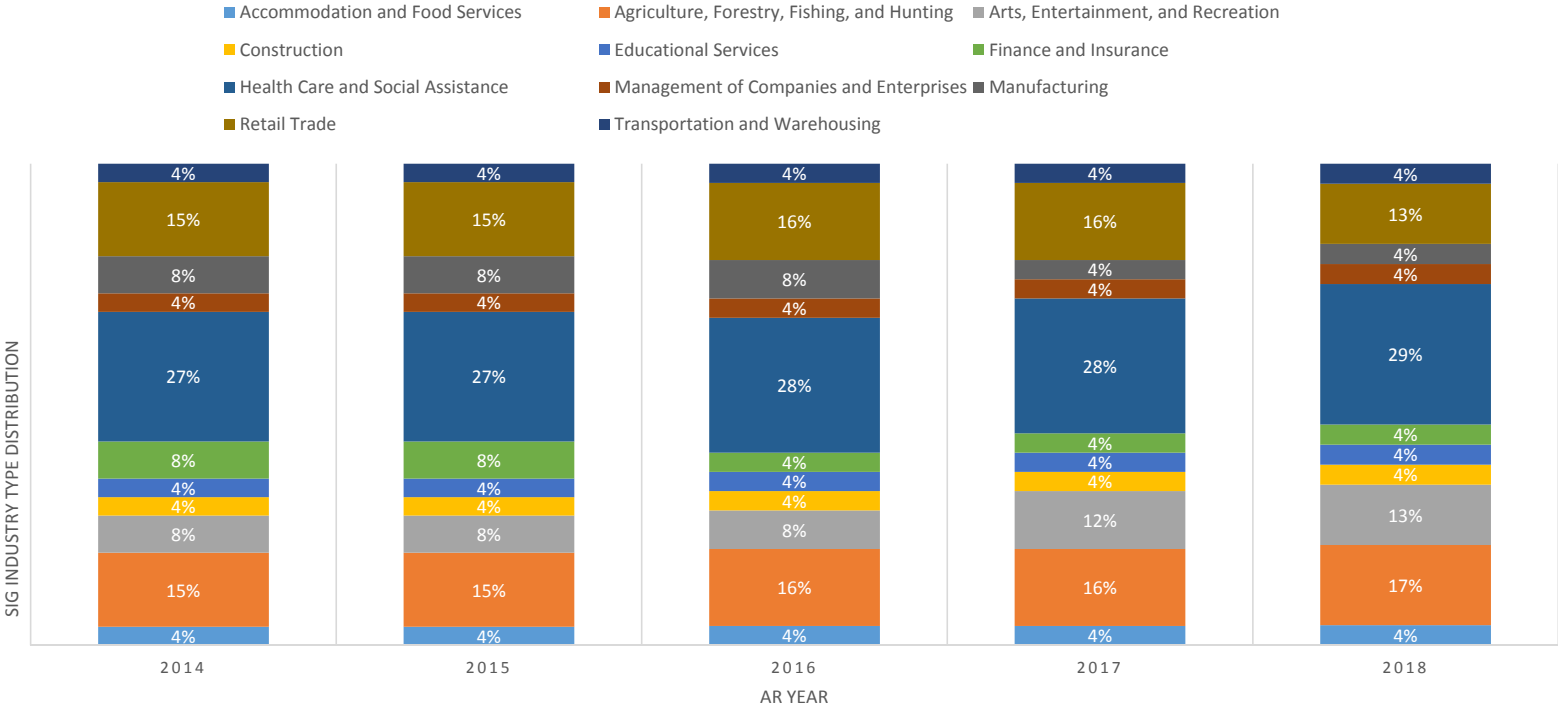
HIGHEST NUMBER OF MEMBER AFFILIATES AT PEAK: 5,786

NUMBER OF CURRENTLY ACTIVE SIG: 23

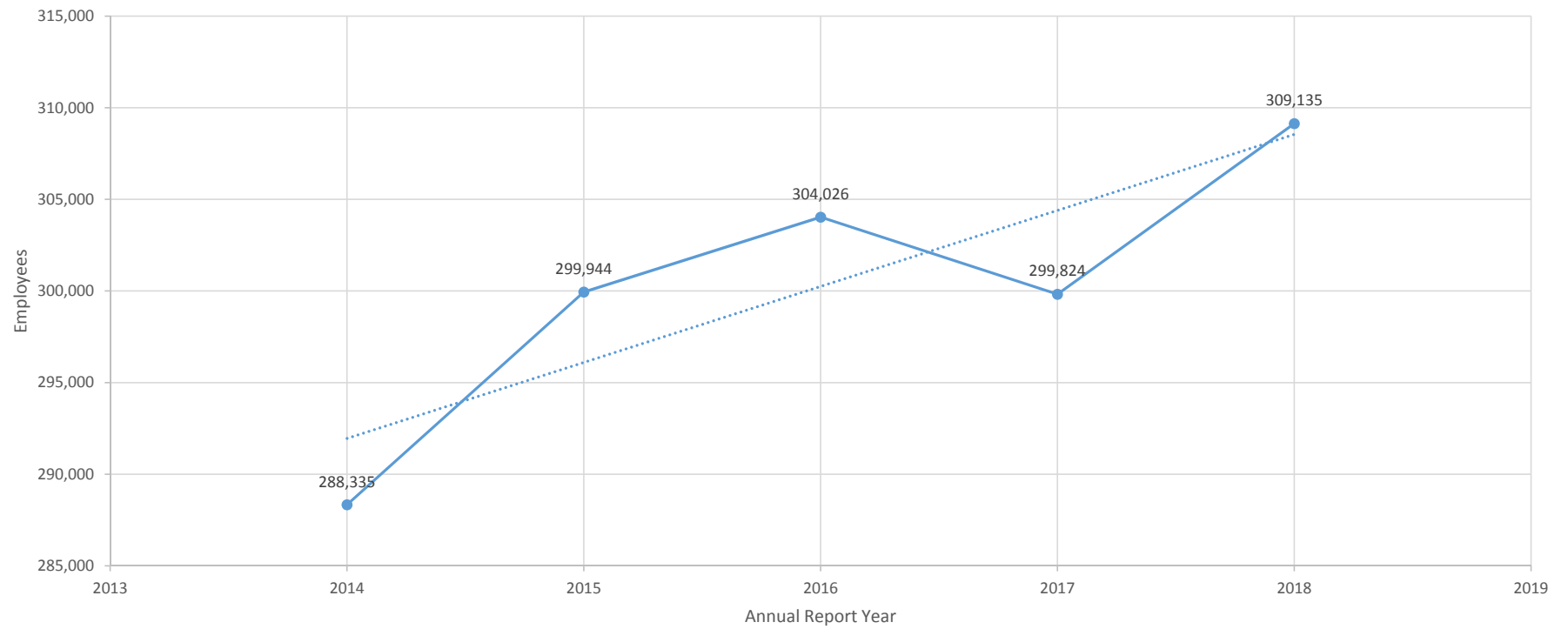


SIG INDUSTRY DISTRIBUTION

SIG INDUSTRY TYPE DISTRIBUTION (2014-2018)

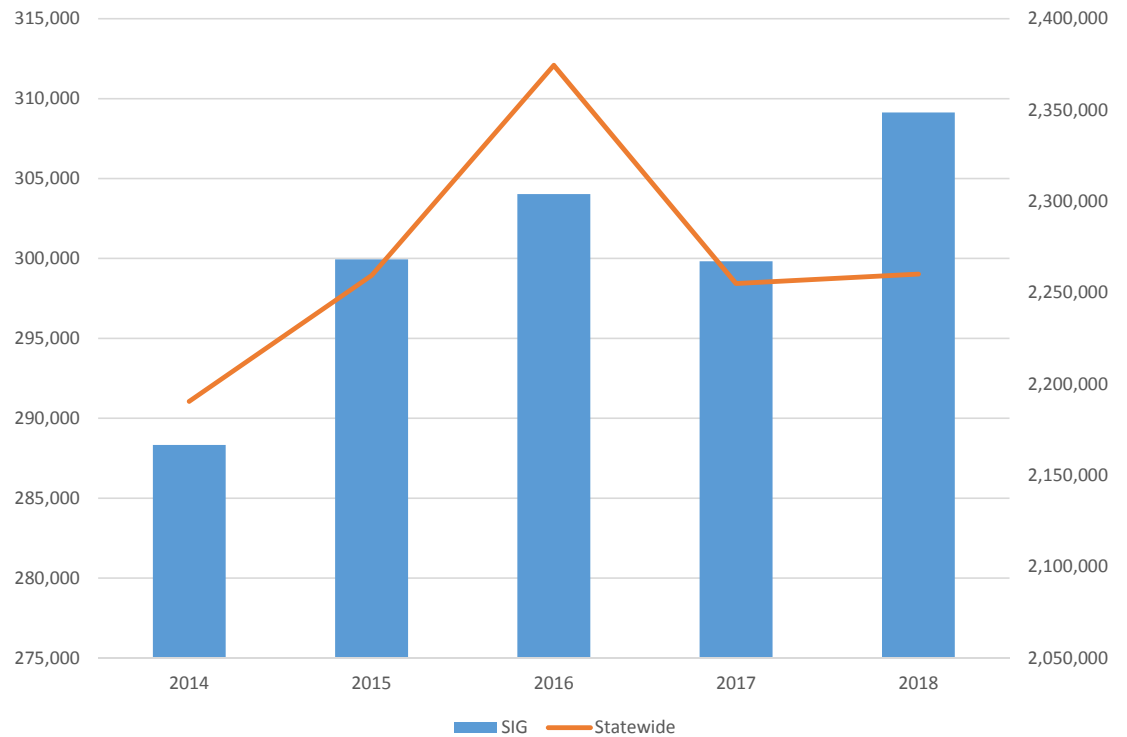


SIG EMPLOYEES



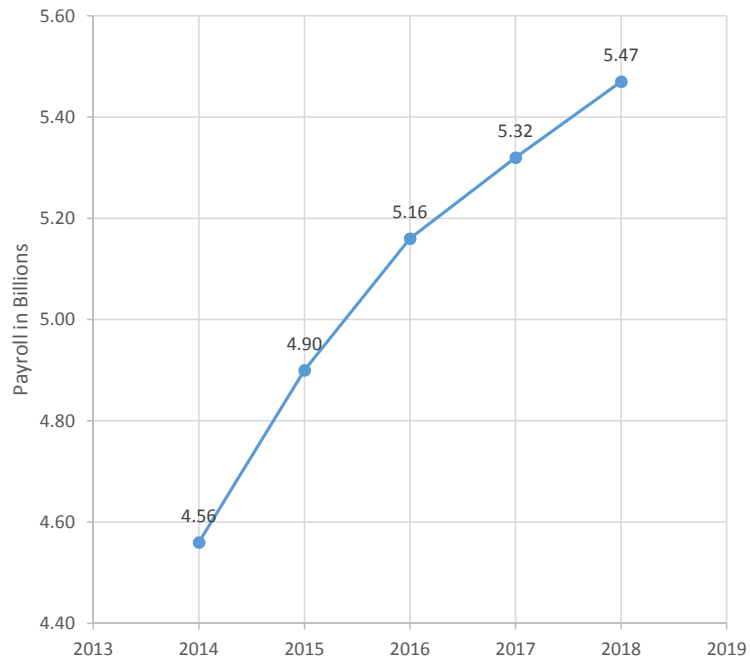
EMPLOYEES – SIG/STATEWIDE AVERAGE

Year	SIG	Statewide
2014	288,335	2,190,516
2015	299,944	2,259,451
2016	304,026	2,374,484
2017	299,824	2,255,013
2018	309,135	2,260,244

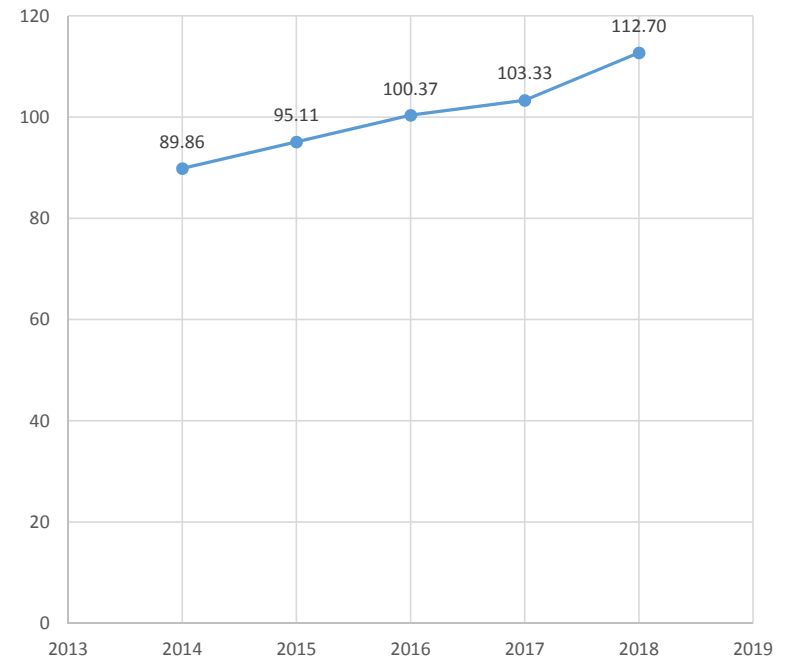


PAYROLL

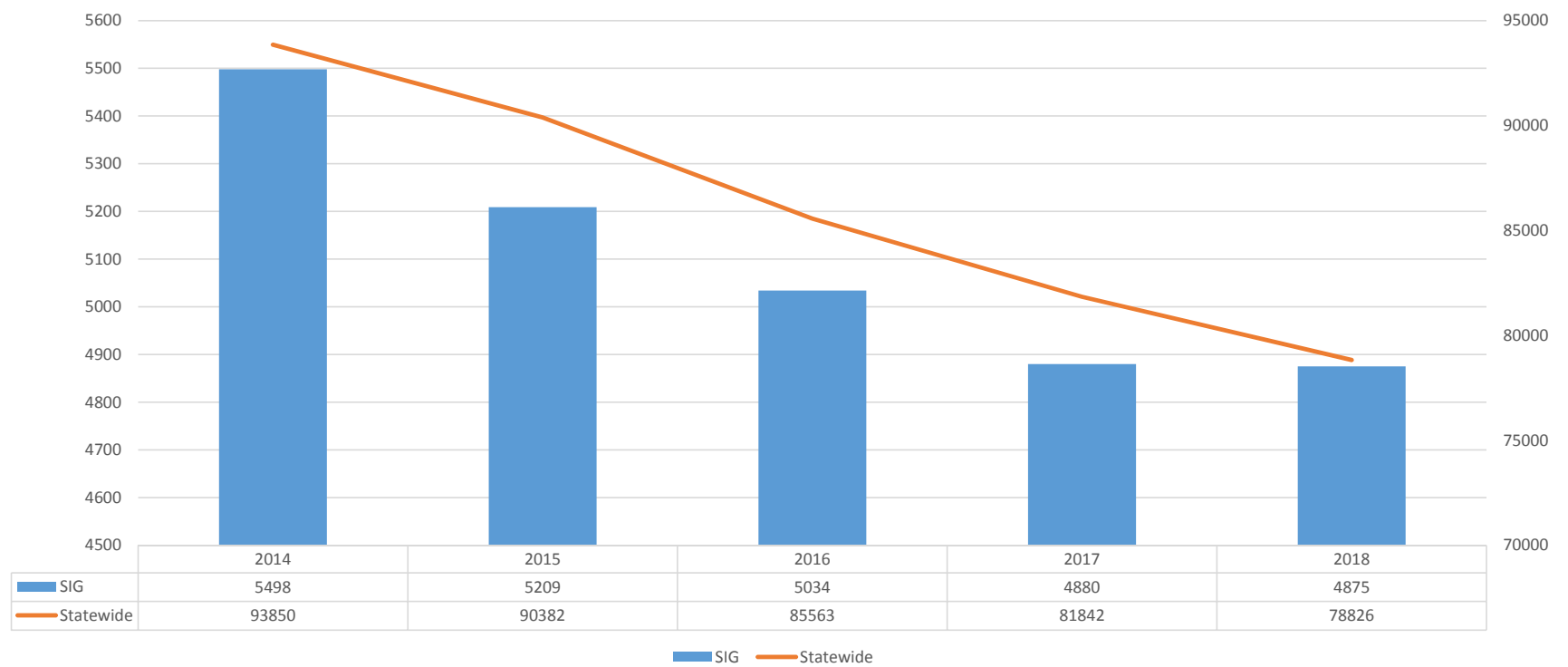
Self-Insured Groups



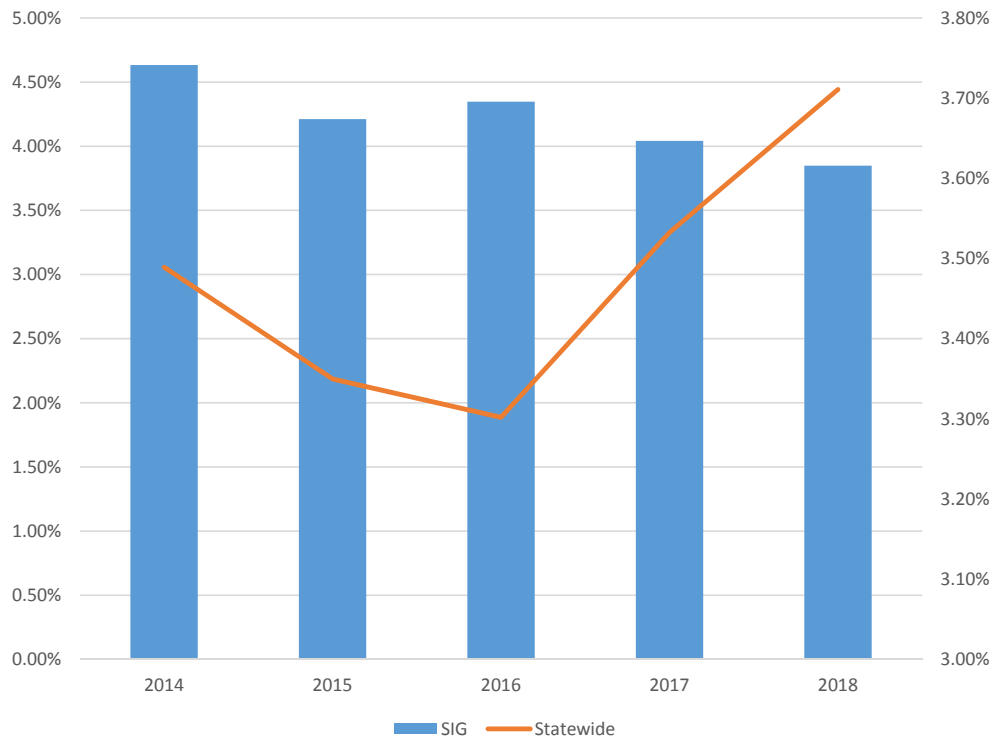
Statewide



OPEN INDEMNITY CLAIMS (12/31/18)



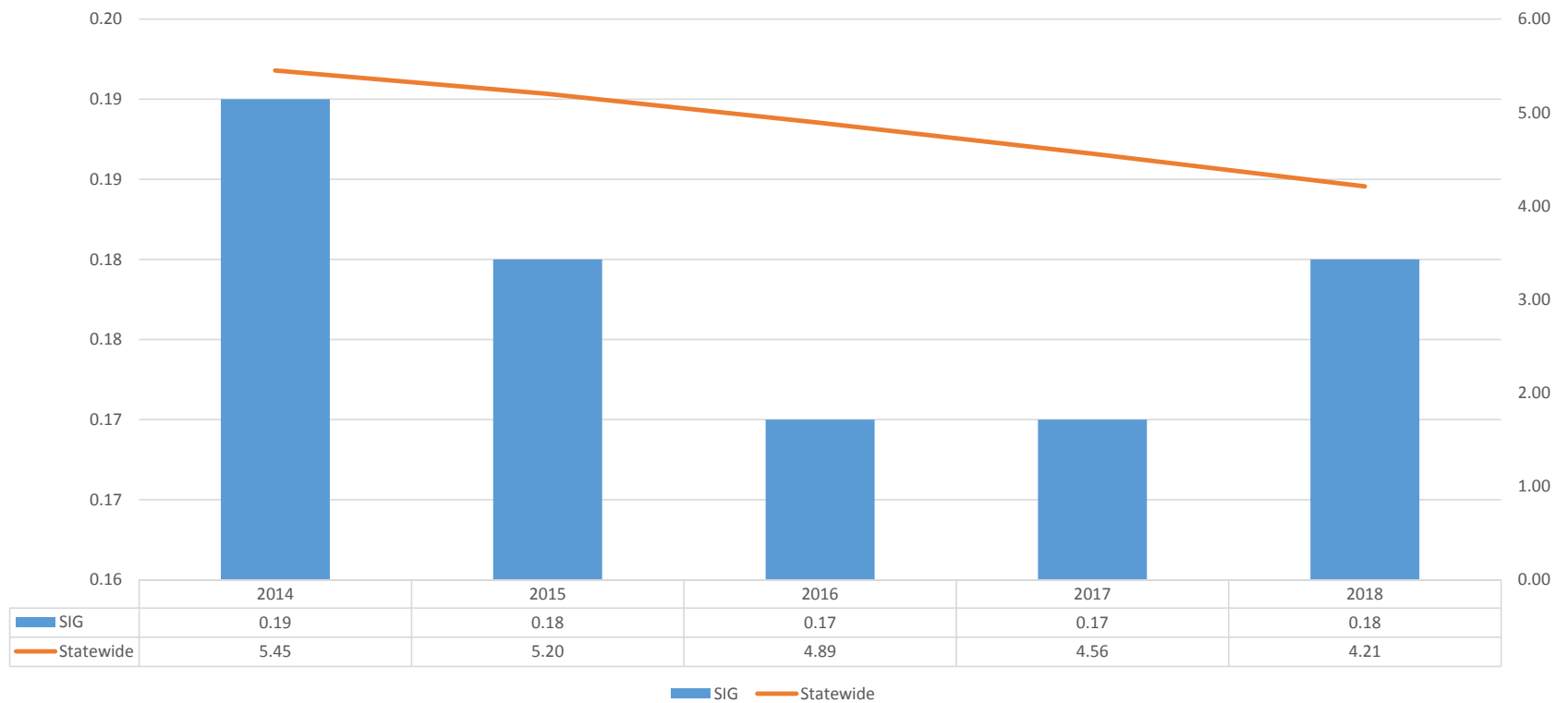
INJURY RATE



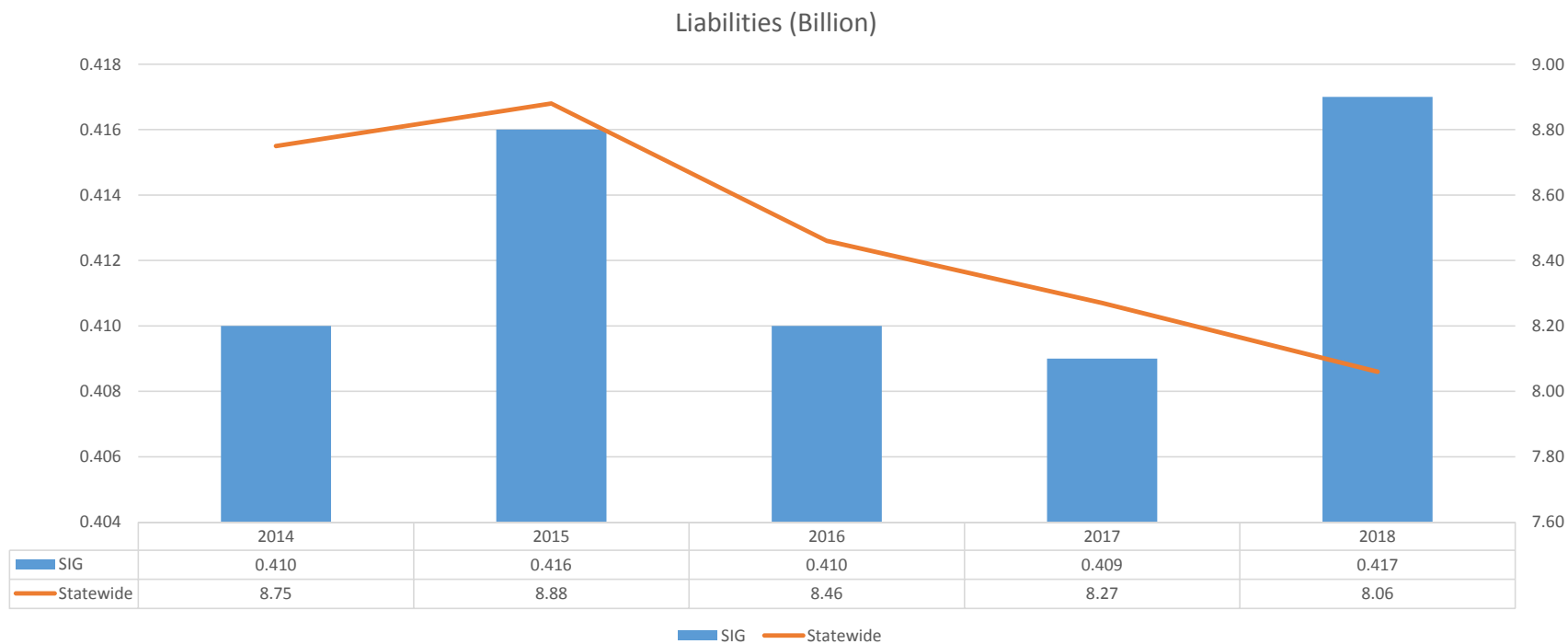
	SIG	Statewide
2014	4.63%	3.49%
2015	4.21%	3.35%
2016	4.35%	3.30%
2017	4.04%	3.53%
2018	3.85%	3.71%

	High	Low
2014	14.69%	0.76%
2015	12.02%	0.77%
2016	13.68%	1.17%
2017	9.23%	0.94%
2018	22.51%	1.10%

RESERVES IN BILLIONS

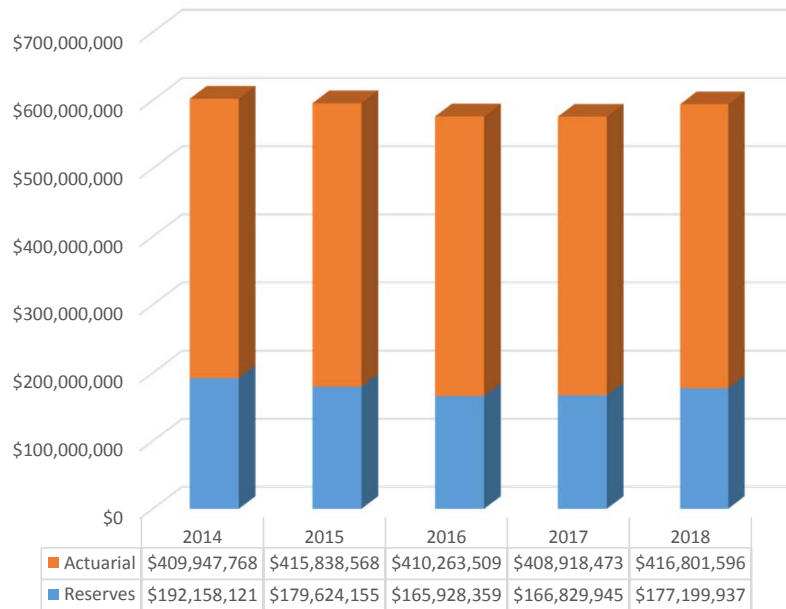


TOTAL LIABILITIES (ACTUARIAL STUDY)



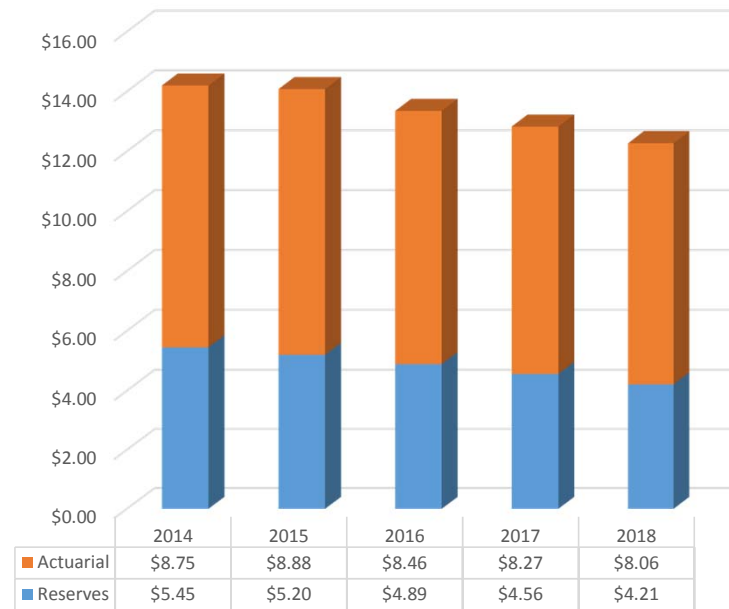
LIABILITIES BREAKDOWN - SIG

SELF-INSURED GROUPS



■ Reserves ■ Actuarial

STATEWIDE (Billions)



■ Reserves ■ Actuarial

GROUP ANNUAL REQUIREMENTS

- Annual Reports and Actuarial Studies and Summaries
- March 1: unaudited financial statement
- March 1: budget for the group's current year including:
 - Rates of contribution from members
 - Deviations from the contribution rates
 - All actuarial reports and other documents supporting the rates of contribution
 - All minutes of board of trustees meetings or other evidence of board of trustees action where rates of contribution from members were discussed or approved

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- July 1 following the end of the program year: current, certified, independently audited financial statement complete with all notes and schedules.
 - Group self-insurer to obtain:
 - Annually, current financial statements or other information (review of a tax return, credit report, etc.) showing that the members are financially suitable for continued membership in the group;

OTHER REQUIREMENTS

- Group Administrator to advise the Chief of any group member not submitting its financial documentation to the group self-insurer
- Sufficient income for the year from annual member contributions/assessment to fund:
 - 1.5 times the group's most recent three-year average paid indemnity and medical claims expenses
 - Expected administrative and operating expenses
 - Continued posting of the required security deposit
 - Additional amount determined by the Chief, upon showing of good cause
- Program Year Accounting

QUESTIONS?

