

PRIVATE ENTITY SELF-INSURED ANNUAL REPORTS AND SELF-INSURED ASSESSMENTS

The Department of Industrial Relations (DIR), Office of Self Insurance Plans (OSIP) recently issued the 2013-2014 assessment invoices. Invoices were issued the first week of December 2013 and were due within 30 days. Specific due dates were noted on the invoices.

Assessments paid to the DIR cover the costs to administer the workers' compensation, health and safety and labor standards enforcement programs. The DIR calculates fund balances and then assesses self-insured and insured employers the difference between the assessment required and the fund balance.

Total assessments, prior to any offset for fund balances, is up approximately \$114 million or 20% (\$679 million this year compared to \$565 million last year). After consideration of fund balances and various offsets, the total assessment on self-insured employers is up approximately \$12 million or 10.37% compared to last year.

	2010	2011	2012	2013	2014
Total Assessment (before factoring in current fund balances and amounts over/under collected)	\$426 million	\$488 million	\$492 million	\$565 million	\$679 million
User Funding Assessment (DWC and DIR)	.027736	.022070	.023739	.034375	.041342
Uninsured Employers Benefit Trust Fund Assessment	.002345	.008843	.003293	.008565	.006202
Subsequent Injuries Benefit Trust Fund Assessment	.001414	.003563	.003379	.004354	.004461
Occupational Safety & Health Fund Assessment (OSHF)	.009488	.007450	.006643	.006926	.007302
Anti-Fraud Surcharge	.006057	.005931	.008003	.006823	.008934
Labor Enforcement and Compliance Fund Assessment (LECF)	.005946	.006959	.007212	.009275	.008186
Overall Factor Applied to Self-Insured Indemnity Paid	.052986	.054816	.052269	.070318	.076427

Self-Insured Annual Reports for private employers are due March 1st of each year. The 2013-2014 assessments are calculated based on indemnity paid as reported on your Self-Insured Annual Report for March 1, 2013. If you would like assistance in estimating next year's assessment, please contact your Keenan Claims Analyst to assist you.

If you have any questions regarding the information contained in this *Briefing*, please feel free to contact your Account Executive, Claims Analyst or Christine Gerbasi at cgerbasi@keenand.com or (310) 212-0363, ext. 3760.

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