

8420 Workers' Compensation Benefits

The mission of the State Compensation Insurance Fund is to:

- Provide California employers with a permanent market for workers' compensation insurance protection at the lowest possible cost with no financial obligation to the public.
- Compete fairly with other insurers and, by example, set the standard for fair premium rates, financial integrity, excellence in customer service and impartial treatment of injured workers.
- Assist employers in providing safe places to work. When a worker is injured, help restore that person to a useful place in the economy.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2005-06	2006-07	2007-08	2005-06*	2006-07*	2007-08*
10 Workers' Compensation Benefits	<u>8,989.0</u>	<u>7,938.0</u>	<u>6,768.0</u>	<u>\$4,835,973</u>	<u>\$4,043,070</u>	<u>\$4,150,176</u>
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	8,989.0	7,938.0	6,768.0	\$4,835,973	\$4,043,070	\$4,150,176
FUNDING				2005-06*	2006-07*	2007-08*
0512 Compensation Insurance Fund				<u>\$4,835,973</u>	<u>\$4,043,070</u>	<u>\$4,150,176</u>
TOTALS, EXPENDITURES, ALL FUNDS				\$4,835,973	\$4,043,070	\$4,150,176

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Insurance Code, Division 2, Chapter 4, Articles 1-6; and California Constitution, Article 14, Section 4.

* Dollars in thousands, except in Salary Range.

8420 Workers' Compensation Benefits - Continued

Workers' Compensation Benefits					
	2003-2004	2004-2005	2005-2006	2006-2007 ^{1/}	2007-2008 ^{1/}
Policy premium cost of insured State Agencies	\$15,296,348	\$16,258,376	\$5,015,584	\$6,316,363	\$6,505,854
Benefits paid by uninsured State Agencies (Exclusive of Payments under Labor Code Section 4800 and Industrial Disability Leave)	381,294,640	352,703,999	326,411,704	316,619,353	307,120,772
Industrial Disability Leave benefits paid by State Agencies	66,932,553	59,666,291	57,143,416	60,000,587	60,600,592
Benefits paid under Labor Code Section 4800:					
California Highway Patrol	9,277,666	10,321,871	8,034,314	8,436,030	8,520,390
Department of Justice	789,762	544,366	697,213	732,074	739,395
Administrative Costs under the Master Agreement	53,608,907	56,108,906	60,695,000	68,000,000	72,000,000
TOTAL WORKERS' COMPENSATION COST	\$527,199,876	\$495,603,809	\$458,997,231	\$460,104,406	\$455,487,003
Number of Workers' Compensation Claims					
Industrial Disability Leave:					
Nondisabling	11,496	10,833	12,188	12,500	12,750
Disabling	17,000	14,713	12,101	12,175	12,419
Labor Code Section 4800					
California Highway Patrol	2,438	2,012	1,708	1,725	1,759
Department of Justice	138	97	98	100	102
Total New Reported Claims	31,072	27,655	26,095	26,500	27,030

^{1/} Estimate

Prepared by: State Compensation Insurance Fund

8420 Workers' Compensation Benefits - Continued

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2005-06	2006-07	2007-08	2005-06*	2006-07*	2007-08*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	8,989.0	7,938.0	6,768.0	\$607,299	\$512,299	\$491,044
Totals, Personal Services	8,989.0	7,938.0	6,768.0	\$607,299	\$512,299	\$491,044
OPERATING EXPENSES AND EQUIPMENT				\$1,051,409	\$886,937	\$850,138
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$1,658,708	\$1,399,236	\$1,341,182

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2005-06*	2006-07*	2007-08*
0512 Compensation Insurance Fund			
APPROPRIATIONS			
Insurance Code Sections 11770 and 11800.1	\$1,658,708	\$1,399,236	\$1,341,182
TOTALS, EXPENDITURES	\$1,658,708	\$1,399,236	\$1,341,182
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$1,658,708	\$1,399,236	\$1,341,182
4 UNCLASSIFIED	2005-06*	2006-07*	2007-08*
0512 Compensation Insurance Fund			
APPROPRIATIONS			
Insurance Code Section 11800.1 Benefits Paid--Workers' Compensation	\$3,177,265	\$2,643,834	\$2,808,994
TOTALS, EXPENDITURES	\$3,177,265	\$2,643,834	\$2,808,994
TOTALS, EXPENDITURES, ALL FUNDS (Unclassified)	\$3,177,265	\$2,643,834	\$2,808,994
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Unclassified)	\$4,835,973	\$4,043,070	\$4,150,176

* Dollars in thousands, except in Salary Range.