



ISESC Risk Management Program Workers' Compensation Proposal

Account Name:
Proposed Eff Date:

Tipton Community School Corporation
1/1/2020

Annualized

Expected Best Case Worst Case

Program Administration Cost

Administration Fee	2,921	2,921	2,921
Loss Prevention	1,062	1,062	1,062
Claims Administration	2,028	2,028	2,028
Specific Reinsurance	10,309	10,309	10,309
Accounting, Reports, Legal	2,124	2,124	2,124
Independent Agent Fee	2,655	2,655	2,655
Aggregate Reinsurance	622	622	622
Projected Aggregate Deductible	5,310	5,310	5,310
Service Center Fee	-	-	-
Total Administration Costs	27,030	27,030	27,030
Expected Annual Losses	27,513	3,878	61,066
Estimated Annual Costs	54,543	30,908	88,096

* Final annual program cost will be determined based on actual paid losses. Maximum Losses are capped at 125% of audited NCCI manual premium 66,376

Maximum Program Cost if maximum loss paid 88,096

125% aggregate based on calendar year manual premium. If actual member effective date is different amounts will be pro rated to each calendar year.

2 year commitment is required to join the ISESC program.

Final manual premium based in NCCI rates in force on effective date of policy. Rates are subject to change.

Reinsurance has been structured to provide protection over this amount for each program participant.

Specific Limit	STATUTORY
Employers Liability Limit	1,000,000
Specific Retention	300,000

Up to 10% of Manual Premium is placed in WC deductible fund to Prefund Aggregate excess policy deductible in the event one member or several members exceed 125% of their manual premium in losses.

Loss Prevention Costs are at \$105 per hour	
Claims Administration	Lost Time 1,328
Per Claim Charge:	Medical Only 175
	Report Only 25

CaitlinMorgan
INSURANCE SERVICES

Exceeding Expectations

Designated Agent : _____

Member: **Tipton Community School Corporation**
 Cost Comparison to Prior Year

<u>Program Administration Cost</u>	<u>Policy Period</u>		<u>Variance \$</u>	<u>Variance %</u>
	<u>1/1/2020</u>	<u>1/1/2019</u>		
Administration Fee	2,921	3,216	(295)	-9%
Loss Prevention	1,062	1,169	(107)	-9%
Claims Administration	2,028	676	1,352	200%
Specific Reinsurance	10,309	10,641	(332)	-3%
Accounting, Reports, Legal	2,124	1,754	370	21%
Independent Agent Fee	2,655	2,923	(268)	-9%
Aggregate Reinsurance	622	717	(95)	-13%
Projected Aggregate Deductible	5,310	5,847	(537)	-9%
Total Administration Costs	27,030	26,943	87	0%
Manual Premium	53,101	58,466	(5,365)	-9%
Payroll	8,808,054	9,092,482	(284,428)	-3%
NCCI Class Code:				
7380	2.74	2.69	0.05	2%
8868	0.29	0.28	0.01	4%
9101	2.39	2.6	(0.21)	-8%
Midwest Rates:				
7380	2.65	2.84	(0.19)	-7%
8868	0.275	0.28	(0.01)	-2%
9101	2.5757	2.85	(0.27)	-10%
Claim Costs:				
Indemnity- Lost Time	1,328	1,276	52	4%
Medical Only	175	169	6	4%
Report Only	25	25	-	0%