

STATE COMPENSATION INSURANCE FUND
OF THE
STATE OF CALIFORNIA
U.S.L. & H.

Income Statement

For the twelve months ended December 31, 2009

Income

Net Premiums Written		
Direct Premiums Written Net of Charged Off		\$ 3,140,549
Plus: Net Premiums Charged Off	\$ 251,058	
Minus: Reinsurance Premium Ceded	<u>100,386</u>	<u>150,672</u>
Net Premiums Written After Reinsurance		\$ 3,291,221
Change in Unearned Premiums	\$ 339,488	
Change in Earned But Unbilled Premium	<u>(210,321)</u>	<u>129,167</u>
Premiums Earned		\$ 3,420,388
Investment Earnings		-
Other Income (Loss)		
Finance Charges Earned	\$ -	
Premiums Charged Off Gain/(Loss)	(251,058)	
Retroactive Reinsurance Gain - LPT	<u>-</u>	<u>(251,058)</u>
Total Income		<u>\$ 3,169,330</u>

Disbursements

Compensation Benefits		\$ 3,462,604
Claims Expense		720,932
Other Underwriting Expenses		
Acquisition	\$ -	
General Expenses	470,574	
Taxes & Fees	<u>1,139,775</u>	<u>1,610,349</u>
Total Disbursements		<u>\$ 5,793,885</u>
Net Income/(Loss)		<u>\$ (2,624,555)</u>

**STATE COMPENSATION INSURANCE FUND
OF THE
STATE OF CALIFORNIA
U.S.L. & H.**

Balance Sheet

December 31, 2009

Assets

Cash on Deposit-State Treasurer and Banks		\$ (20,427,273)
Money Market Funds		-
Real Estate and Home Offices		-
Premiums Outstanding		67,730
Earned But Unbilled Premium (EBUB)		211,990
Bills Receivable Taken for Premiums		-
EDP Equipment & Software		-
Reinsurance Receivable		458,589
Premium Tax Credit		3,236
		3,236
Total Admitted Assets		<u>\$ (19,685,728)</u>

Liabilities and Policyholders' Surplus

Compensation Benefits & Expense Reserves		
Statement Reserves		\$ 67,226,611
Unearned Premiums		500,173
Payables		
Taxes, Licenses and Fees Payable	\$ 12,005,535	
Reinsurance Payable	-	
Expense Bills Payable	86,530	
Securities Payable	-	12,092,065
Amounts Withheld for the Account of Others		49,574
		49,574
Total Liabilities		\$ 79,868,423
Policyholders' Surplus		
Unassigned Surplus		(99,554,151)
Special Surplus Funds - LPT		-
		-
Total Liabilities and Policyholders' Surplus		<u>\$ (19,685,728)</u>

Changes to Policyholders' Surplus for the twelve months ended December 31, 2009

Policyholders' Surplus 12/31/08		\$ (97,026,228)
Net Income/(Loss)		(2,624,555)
Change in Other Non-Admitted Assets		96,632
		96,632
Total Policyholders' Surplus		<u>\$ (99,554,151)</u>