



1275 Market Street  
San Francisco, CA 94103  
(415) 565-1456  
www.scif.com

Date: November 10, 2008

**AGENDA ITEM 11B, November 21, 2008 agenda**

**TO: MEMBERS OF THE BOARD OF DIRECTORS**

- I. SUBJECT: RENEWAL OF EXPIRING JANUARY 2009 INSURANCE COVERAGE**
- II. PROGRAM: RISK MANAGEMENT**
- III. RECOMMENDATION: IT IS RECOMMENDED THAT THE PRESIDENT BE AUTHORIZED TO SECURE RENEWAL OF THE JANUARY 2009 EXPIRING POLICY AT TERMS MOST FAVORABLE TO STATE FUND.**

**IV. ANALYSIS:**

The following insurance policy renewal item is for the Excess Workers' Compensation policy that is due for renewal on January 1, 2009. Risk Management recommends that the President be authorized to secure renewal of the expiring policy at terms most favorable to State Fund for the following coverage: Excess Workers' Compensation coverage.

**V. RESULTS/COSTS:**

This insurance policy renewal fulfills a prime Risk Management responsibility. The following describes the policy to be renewed.

**EXCESS INSURANCE ON STATE FUND'S OWN EMPLOYEE WORKERS' COMPENSATION CLAIMS**

State Fund retains the first \$2,000,000 of liability on each workers' compensation claim of its own employees. State Fund has insurance for the next \$25,000,000 of loss in excess of \$2,000,000 with premium subject to final, actual payroll exposure. Additional coverage above \$27,000,000 to statutory workers' compensation limits per claim has also been placed with a different carrier. The premium for that coverage is also subject to final, actual payroll exposure.

---

MARYANN SLIVINSKI, Risk Manager