

| <b>Workers' Comp – state fund operational – data source where applicable, Your Premium Dollars at Work (YPDW) FY 2018</b>  |  | <b>Update Schedule</b>    |
|--|--|---------------------------|
| Employers insured  | 179,000 (YPDW)   | Annual – Oct              |
| Premiums assessed <sup>1</sup>   | \$2.3 billion (YPDW)   | Annual – Oct              |
| Workers covered  | 3.0 million (YPDW)   | Annual – Oct              |
| Benefits Incurred <sup>1</sup>   | \$1.99 billion (YPDW)  | Annual – Oct              |
| Benefits Paid for fiscal year 2018   | \$2.2 billion - All Funds<br>\$1.63 billion - Excluding SPF, Self-insured and DOE pensions   | Annual – Dec              |
| claims received (as of Dec 2018)   | 111,605 FY2018   | Annual – Dec              |
| of claims received, # accepted as of Dec 2018  | 94,906 (85% of claims received) FY2018   | Annual – Dec              |
| of claims received, # denied as of Dec 2018  | 16,506 (15% of claims received) FY2018   | Annual – Dec              |
| of claims received, # new time-loss as of Dec 2018   | 15,667 (17% of accepted claims) FY2018   | Annual – Dec              |
| of claims received, # medical only as of Dec 2018  | 71,898 (76% of accepted claims) FY2018<br><i>note: the rest of accepted claims are compensable but have not received a time-loss payment</i> | Annual – Dec              |
| Median days of time-loss paid  | 39.8 (FY2018) – does not include KOS claims  | Annual – Dec              |
| <sup>1</sup> Includes only Accident, Medical Aid and Stay at Work.   |  |                           |
| <b>Financial (based on Statutory Financial Information as of September 30, 2018)</b>   |  |                           |
| Total assets   | \$18.0 billion   | Qtrly – Sharon Elias      |
| Total liabilities  | \$14.34 billion  | Qtrly – Sharon Elias      |
| Contingency reserve (% liabilities)  | \$3,618 million (25.2%)  | Qtrly – Sharon Elias      |
| Contingency reserve—10 year average  | \$1,284 million or 10.2% of liabilities  | Annual – Rob Cotton       |
| CY 2018 rate change (based on hours worked not payroll)  | 2019 rate change -5.0%<br>2018 rate change -2.5%<br>2017 rate change 0.7%<br>2016 rate change 2.0%   | Annual – Dec              |
| Average rate per hour for 2018   | \$0.674 per hour before retro refunds  | Annual – Bill Vasek       |
| COLA - based on wage inflation calculation done by ESD as directed in RCW 50.04.355 and 50.20.120. The COLA implemented each FY reflects the wage inflation in the prior CY. | 7/1/2018 5.0%<br>7/1/2017 4.8%<br>7/1/2016 2.6%<br>7/1/2015 4.2%   | Annual – Dec              |
| Note: The current estimate of wage growth is 6.9% (12-month percent change qtr2 2018, preliminary, source: BLS QCEW.)  |  |                           |
| <b>Cost Indicators</b>   |  |                           |
| Medical cost growth – annualized cost excluding hearing loss based on fiscal service year.   | 4.6% (Fiscal Service Year ending 6/30/18)<br>1.4% (5 YR average from FYE 2013 to FYE 2018)   | Annual – Casey Tozzi      |
| state-fund TPD Pensions granted FY2018 as of Dec 2018  | 901  | Annual – Dec Cindy Ranger |
| self-insured TPD Pensions granted FY2018 as of Dec 2018  | 134  | Annual – Dec Cindy Ranger |
| state-fund fatal Pensions granted FY2018 as of Dec 2018  | 36   | Annual – Dec Cindy Ranger |
| self-insured fatal Pensions granted FY2018 as of Dec 2018  | 11   | Annual – Dec Cindy Ranger |
| <b>Average cost: (estimate based on claims from accident year ending 6/30/18 as of 9/30/18)<sup>2</sup></b>  |  |                           |
| Medical-only claims average  | \$ 1,690 - 74% of counts   | Annual – Bill Vasek       |

|   |  |                        |
|---|--|------------------------|
| Compensable <sup>3</sup> claims average   | \$ 77,800 - 26.0% of counts  | Annual – Bill Vasek    |
| Short-term compensable (less than 12 months of time-loss)   | \$ 14,300 - 20.7% of counts  | Annual – Bill Vasek    |
| Long-term disability claims (more than 12 months of time-loss)  | \$328,000 – 5.3% of counts   | Annual - Bill Vasek    |
| TPD Pension claim—Average cost of all benefits paid including medical   | \$1,034,000 – 1.1% of counts   | Annual – Bill Vasek    |
| <p>2. These are average per claim discounted benefit costs (including the cost-of-living adjustment to wage replacement benefits) for injuries/illnesses that occurred during the fiscal year ending June 30, 2018 based on data as of September 30, 2018 at 2018 benefit levels.</p> <p>3. Compensable (or indemnity) claims include time-loss claims, fatalities, total permanent disability pensions, and claims with permanent partial disability awards. Medical only hearing loss claims are included in the medical-only category.</p> |  |                        |
| <b>Self-Insured Employers FY2018</b>  |  |                        |
| Number of self-insured employers and workers covered  | 351 employers (FY2018)<br>933,731 workers covered (FY2018) - about 25% of all covered workers.   | Annual – Brenda Brown  |
| Number and percent of compensable claims from self-insured employers. Source: Data warehouse 2/11/2019  | 13,331 compensable claims for fiscal accident year 2018 or 37% of combined state and self-insured compensable claims.                      | Annual – Lisann Rolle  |
| <b>Worker Safety and Health Federal FY 2018 (Oct 1, 2017 - Sept 30, 2018)</b>   |  |                        |
| Worksites under L&I's jurisdiction (non-federal)  | 300,000  | Annual – Anne Soiza    |
| Inspectors  | 126  | Annual – Anne Soiza    |
| Consultants   | 44   | Annual – Anne Soiza    |
| Inspections   | 4,395  | Annual – Anne Soiza    |
| Consultations   | 2,691  | Annual – Anne Soiza    |
| Worker Injury compensable claims rate   | 1,330 per 100,000 FTE's 4 qtr rolling average through 2018Q2<br>(resulting in > 3 days missed from work)                                   | Annual – Lisann Rolle  |
| Worker fatality rate  | WA rate – 2.5 per 100,000 FTE's CY 2017<br>National rate – 3.5 per 100,000 FTE's CY 2017   | Annual – Lisann Rolle  |
| Most commonly reported workplace injury   | One of every seven compensable claims is a sprain or strain of the back from overexertion or repetitive motion                             | Annual – David Bonauto |
| Worker fatality causes  | Transportation incidents; falls, slips, and trips; assaults and violent acts; struck by or caught in objects.<br>(CY2017)                  | Annual – David Bonauto |
| Most frequently cited hazards   | 1) Fall protection<br>2) Accident prevention programs<br>3) Hazard communication; written programs, and employee training and information. | Annual – Anne Soiza    |
| <b>Fraud Prevention and Labor Standards FY 2018</b>   |  |                        |
| Dollars collected   | \$212.4 million, of which \$186.2 was delinquent premiums  | Annual - Chris Bowe    |
| Worker investigations completed   | 3,352  | Annual - Chris Bowe    |
| Total benefit costs avoided on worker fraud investigations  | 3.2 million  | Annual - Chris Bowe    |
| Return on investment  | \$9.94 for every \$1 spent   | Annual - Chris Bowe    |
| Total employer audits completed   | 2,718  | Annual - Chris Bowe    |

|   |   |                       |
|---|---|-----------------------|
| Percentage of employers found to owe debts after L&I audit                                  | 71%   | Annual - Chris Bowe   |
| Audit premium assessments   | \$27 million  | Annual - Chris Bowe   |
| Number of unregistered employers found and audited  | 1,008   | Annual - Chris Bowe   |
| Number of public works contracts reviewed to ensure contractors paid workers' comp premiums | 4,200 worth \$4.2 billion   | Annual - Chris Bowe   |
| Amount identified as L&I overpayments to healthcare providers                               | \$1.2 million of which more than \$726k was identified as potential fraud   | Annual - Chris Bowe   |
| Fraud cases investigated, prepared and/or referred to AG's office for criminal charges      | 7   | Annual - Chris Bowe   |
| Prevailing wage online intent and affidavit filings   | 138,232   | Annual - Chris Bowe   |
| New apprenticeship registrations  | 5,519   | Annual - Chris Bowe   |
| Apprenticeships completed   | 1,856   | Annual - Chris Bowe   |
| Wage complaints received  | 6,213   | Annual - Chris Bowe   |
| Wages returned to workers   | \$5.5 million   | Annual - Chris Bowe   |
| Contractors registered  | 63,300  | Annual - Chris Bowe   |
| Construction compliance jobsite visits  | 11,722  | Annual - Chris Bowe   |
| Construction underground economy violations issued  | 2,108   | Annual - Chris Bowe   |
| Journeyman and specialty plumbers certified   | 6,205   | Annual - Chris Bowe   |
| Plumber trainees verified and certified   | 4,585   | Annual - Chris Bowe   |
| <b>Public Safety FY 2018</b>  |   |                       |
| Number of electrical inspections  | 251,114 (93% inspected within 48 hours)   | Annual - Corki Stamey |
| Number of elevator/escalator inspections  | 8,766   | Annual - Corki Stamey |
| Number of manufactured home alteration permits inspected                                    | 9,770   | Annual - Corki Stamey |
| Number of boiler/pressure vessel inspections  | 18,958  | Annual - Corki Stamey |
| <b>Budget Biennium 2017-19 (as of 2/07/19)</b>  |   |                       |
| Operation appropriation   | \$797.5 million   | Bien. - Melody Porter |
| FTE allocation  | 3,015.30  | Bien. - Melody Porter |
| Funds Breakdown   | Accident Account \$337.7 million (state and federal)<br>Medical Aid Account \$337.8 million (state and federal)<br>General Fund-State \$15.8 million, General Fund-Fed. \$11.9 million, Electrical License \$53.8 million, Construction Reg. Inspection Account \$21 million, Other \$19.5 million<br>*Note: Not included in the Operation appropriation: NonAppropriated/Allotted \$11.7 million | Bien. - Melody Porter |

#### Agency Address and Phone Numbers

Department of Labor & Industries  
P.O. Box 44000  
Olympia, WA 98504-4000  
360 902-5800  
[www.Lni.wa.gov](http://www.Lni.wa.gov)

|              |                |              |                |           |                |
|--------------|----------------|--------------|----------------|-----------|----------------|
| Aberdeen     | (360) 533-8200 | Moses Lake   | (509) 764-6900 | Spokane   | (509) 324-2600 |
| Bellevue     | (425) 990-1400 | Mount Vernon | (360) 416-3000 | Tacoma    | (253) 596-3800 |
| Bellingham   | (360) 647-7300 | Pullman      | (509) 334-5296 | Tukwila   | (206) 835-1000 |
| E. Wenatchee | (509) 886-6500 | Seattle      | (206) 515-2800 | Tumwater  | (360) 902-5799 |
| Everett      | (425) 290-1300 | Sequim       | (360) 417-2700 | Vancouver | (360) 896-2300 |
| Kelso        | (360) 575-6900 | Silverdale   | (360) 308-2800 | Yakima    | (509) 454-3700 |
| Kennewick    | (509) 735-0100 |              |                |           |                |