

**State of Washington Industrial Insurance Fund  
Ten Year Summary of Financial Information**

(amounts in thousands)

Fiscal Year Ending:	<u>6/30/2014</u>	<u>6/30/2015</u> <u>Restated</u>	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>	<u>6/30/2019</u>	<u>6/30/2020</u> <u>Restated</u>	<u>6/30/2021</u>	<u>6/30/2022</u>	<u>6/30/2023</u>	<b>10 Year Total</b>
<b>Summary of Financial Condition</b>											
<b>Assets</b>											
Cash and Investments	\$ 422,773	\$ 232,268	\$ 283,707	\$ 294,909	\$ 377,066	\$ 282,727	\$ 543,901	\$ 327,598	\$ 390,028	\$ 641,633	
Fixed Income	11,377,374	12,008,655	12,665,856	13,531,329	14,267,240	14,632,619	14,692,477	15,983,623	16,227,462	16,700,108	
Treasury inflation-protected securities	-	-	-	-	-	-	-	-	95,266	183,981	
Equities	1,886,836	1,895,746	1,766,364	2,106,217	2,308,282	2,809,079	3,347,867	3,829,400	3,069,050	3,127,235	
Real estate	-	-	-	-	-	-	11,595	10,715	38,561	73,315	
Short-term	-	-	-	-	-	-	-	-	-	48,756	
Securities Lending Collateral	4,354	68,406	114,835	84,144	98,853	58,469	-	-	-	-	
Premiums Receivable, Net	493,440	531,231	558,249	606,234	606,175	548,413	497,610	483,348	542,285	570,527	
Land, Buildings, and Improvements, Net	32,055	34,501	37,177	35,804	34,430	33,043	31,669	30,296	28,923	27,549	
Other Assets	16,290	49,295	44,539	29,079	36,781	47,545	61,635	30,788	76,684	42,890	
<b>Total Assets</b>	<b>14,233,122</b>	<b>14,820,102</b>	<b>15,470,727</b>	<b>16,687,716</b>	<b>17,728,827</b>	<b>18,411,895</b>	<b>19,186,754</b>	<b>20,695,768</b>	<b>20,468,259</b>	<b>21,415,994</b>	
<b>Liabilities</b>											
Benefits	12,372,673	12,660,158	12,978,157	12,726,732	13,091,808	13,163,053	13,893,986	14,622,093	14,768,690	15,267,934	
Claims Administration	539,864	580,764	622,547	619,242	674,318	803,734	860,620	927,435	945,641	955,239	
Retrospective Rating Adjustments	141,598	184,980	162,367	169,517	188,664	174,640	170,028	218,857	198,298	204,483	
Payable for Securities**	4,354	68,406	114,835	84,144	98,853	128,339	58,955	29,831	9,982	104,880	
Other Liabilities	225,112	104,234	99,899	116,317	190,220	187,853	208,232	222,830	231,928	184,768	
<b>Total Liabilities</b>	<b>13,283,601</b>	<b>13,598,542</b>	<b>13,977,805</b>	<b>13,715,952</b>	<b>14,243,863</b>	<b>14,457,619</b>	<b>15,191,821</b>	<b>16,021,046</b>	<b>16,154,539</b>	<b>16,717,304</b>	
<b>Contingency Reserve</b>	<b>\$ 949,521</b>	<b>\$ 1,221,560</b>	<b>\$ 1,492,922</b>	<b>\$ 2,971,764</b>	<b>\$ 3,484,964</b>	<b>\$ 3,954,276</b>	<b>\$ 3,994,933</b>	<b>\$ 4,674,722</b>	<b>\$ 4,313,720</b>	<b>\$ 4,698,690</b>	
<b>Summary of Operations and Contingency Reserve</b>											
<b>Revenues</b>											
Net Premiums Earned	\$ 1,673,242	\$ 1,808,152	\$ 1,963,909	\$ 2,080,809	\$ 2,096,622	\$ 1,927,083	\$ 1,906,058	\$ 1,615,275	\$ 1,854,763	\$ 1,950,901	\$ 18,876,814
Net Investment Income Earned	479,774	493,408	498,499	478,130	481,047	498,626	496,981	466,272	456,375	504,416	4,853,528
Net Investment Realized Gains (losses)	303,184	58,660	137,988	102,540	1,092,446	(23,498)	272,266	299,787	141,858	139,573	2,524,804
Net Investment Unrealized Gains (losses)	200,333	23,691	(181,830)	380,183	(812,942)	151,820	161,264	1,069,560	(676,021)	360,211	676,269
Self-Insured Pension Reimbursement	75,562	117,987	117,441	99,254	102,768	100,286	106,385	54,810	122,880	85,493	982,866
Previously Unrecognized Revenue	-	-	-	20,584	-	-	-	-	-	-	20,584
Other Income (Expense, Including Dividends)	54,814	54,853	53,434	58,973	50,616	50,447	51,873	34,763	45,546	52,766	508,085
<b>Total Revenue Earned</b>	<b>2,786,909</b>	<b>2,556,751</b>	<b>2,589,441</b>	<b>3,220,473</b>	<b>3,010,557</b>	<b>2,704,764</b>	<b>2,994,827</b>	<b>3,540,467</b>	<b>1,945,401</b>	<b>3,093,360</b>	<b>28,442,950</b>
<b>Expenses</b>											
Benefits Incurred	2,131,342	1,880,432	1,906,294	1,354,483	1,989,530	1,706,436	2,399,615	2,375,849	1,820,267	2,230,686	19,794,934
Claims Administration Expenses Incurred	166,031	205,310	212,754	165,397	236,282	315,383	253,559	261,173	208,173	210,420	2,234,482
Other Administrative Expense Incurred	153,914	169,157	172,555	178,028	199,786	212,347	222,265	233,736	217,833	251,915	2,011,536
<b>Total Expenses Incurred</b>	<b>2,451,287</b>	<b>2,254,899</b>	<b>2,291,603</b>	<b>1,697,908</b>	<b>2,425,598</b>	<b>2,234,166</b>	<b>2,875,439</b>	<b>2,870,758</b>	<b>2,246,273</b>	<b>2,693,021</b>	<b>24,040,952</b>
<b>Transfers In (Out)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,439)</b>	<b>(1,251)</b>	<b>1,787</b>	<b>(385)</b>	<b>(3,288)</b>
Change in Nonadmitted Assets	(5,663)	(26,231)	(26,476)	(43,723)	(14,023)	(19,229)	(62,442)	14,756	(54,601)	(64,149)	(301,781)
Change in OPEB Liability	-	-	-	-	(57,736)	17,943	(12,850)	(3,425)	(7,316)	49,165	(14,219)
<b>Change in Contingency Reserve</b>	<b>\$ 329,959</b>	<b>\$ 275,621</b>	<b>\$ 271,362</b>	<b>\$ 1,478,842</b>	<b>\$ 513,200</b>	<b>\$ 469,312</b>	<b>\$ 40,657</b>	<b>\$ 679,789</b>	<b>\$ (361,002)</b>	<b>\$ 384,970</b>	<b>\$ 4,082,710</b>
<b>Cash Flow Summary</b>											
Operational Revenues Collected	\$ 1,758,232	\$ 1,922,692	\$ 2,048,176	\$ 2,182,980	\$ 2,247,089	\$ 2,091,381	\$ 2,030,669	\$ 1,818,970	\$ 1,842,581	\$ 2,027,445	\$ 19,970,215
Benefits Paid	1,564,741	1,592,947	1,588,295	1,605,910	1,624,454	1,635,191	1,668,682	1,647,742	1,673,670	1,731,442	16,333,074
Administrative Expenses Paid	302,420	319,091	325,406	321,517	363,461	381,498	410,388	422,285	402,375	440,660	3,689,101
<b>Net Operating Cash Flow</b>	<b>(108,929)</b>	<b>10,654</b>	<b>134,475</b>	<b>255,553</b>	<b>259,174</b>	<b>74,692</b>	<b>(48,401)</b>	<b>(251,057)</b>	<b>(233,464)</b>	<b>(144,657)</b>	<b>(51,960)</b>
Net Investment Income & Gains Collected	783,602	545,670	637,800	585,927	1,574,357	467,405	777,220	779,308	606,777	633,226	7,391,292
Net Investment Purchased & Expenses	(672,043)	(555,239)	(771,134)	(843,833)	(1,831,112)	(546,619)	(733,324)	(521,371)	(343,707)	(501,845)	(7,320,227)
<b>Net Investment Cash Flow</b>	<b>111,559</b>	<b>(9,569)</b>	<b>(133,334)</b>	<b>(257,906)</b>	<b>(256,755)</b>	<b>(79,214)</b>	<b>43,896</b>	<b>257,937</b>	<b>263,070</b>	<b>131,381</b>	<b>71,065</b>
<b>Net Cash Flow</b>	<b>2,630</b>	<b>1,085</b>	<b>1,141</b>	<b>(2,353)</b>	<b>2,419</b>	<b>(4,522)</b>	<b>(4,505)</b>	<b>6,880</b>	<b>29,606</b>	<b>(13,276)</b>	<b>19,105</b>
<b>Beginning Cash and Cash Equivalents*</b>	<b>7,670</b>	<b>10,300</b>	<b>11,385</b>	<b>12,526</b>	<b>10,173</b>	<b>117,440</b>	<b>164,506</b>	<b>428,573</b>	<b>214,540</b>	<b>274,975</b>	
<b>Ending Cash and Cash Equivalents*</b>	<b>\$ 10,300</b>	<b>\$ 11,385</b>	<b>\$ 12,526</b>	<b>\$ 10,173</b>	<b>\$ 117,440</b>	<b>\$ 164,506</b>	<b>\$ 428,573</b>	<b>\$ 214,540</b>	<b>\$ 274,975</b>	<b>\$ 501,249</b>	

\*Naming convention was adjusted to align with SSAP No. 2R

\*\*Previously Securities Lending Collateral which contains both Security Lending and Payable for Securities activity. There has been no Security Lending activity since FY20.

The source of this financial information is the annual Statutory Financial Information Report.