

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

(amounts in thousands)

Fiscal Year Ending:	<u>6/30/2009</u>	<u>6/30/2010</u>	<u>6/30/2011</u> Restated	<u>6/30/2012</u> Restated	<u>6/30/2013</u>	<u>6/30/2014</u>	<u>6/30/2015</u> Restated	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>	10 Year Total
Summary of Financial Condition											
Assets											
Cash and Investments	\$10,921,003	\$11,184,000	\$11,788,380	\$12,024,736	\$12,665,638	\$13,686,983	\$14,136,669	\$14,715,927	\$15,932,455	\$16,952,217	
Securities Lending Collateral	-	-	2,217,078	-	27,469	4,354	68,406	114,835	84,144	98,853	
Premiums Receivable, Net	358,912	351,159	413,015	432,484	445,540	493,440	531,231	558,249	606,234	606,175	
Land, Buildings, and Improvements, Net	18,282	20,826	25,967	27,798	29,824	32,055	34,501	37,177	35,804	34,430	
Other Assets	46,570	17,672	10,119	26,768	14,764	16,290	49,295	44,539	29,079	31,852	
Total Assets	\$11,344,767	\$11,573,657	\$14,454,559	\$12,511,786	\$13,183,235	\$14,233,122	\$14,820,102	\$15,470,727	\$16,687,716	\$17,723,527	
Liabilities											
Benefits	\$10,156,721	\$10,748,429	\$10,793,048	\$11,202,955	\$11,806,072	\$12,372,673	\$12,660,158	\$12,978,157	\$12,726,732	\$13,091,808	
Claims Administration	464,068	474,882	495,262	535,975	529,165	539,864	580,764	622,547	619,242	674,318	
Retrospective Rating Adjustments	116,909	114,643	91,159	121,690	125,616	141,598	184,980	162,367	169,517	188,664	
Securities Lending Collateral	-	-	2,217,078	-	27,469	4,354	68,406	114,835	84,144	98,853	
Other Liabilities	56,848	54,493	68,874	61,027	75,351	225,112	104,234	99,899	116,317	184,920	
Total Liabilities	\$10,794,546	\$11,392,447	\$13,665,421	\$11,921,647	\$12,563,673	\$13,283,601	\$13,598,542	\$13,977,805	\$13,715,952	\$14,238,563	
Contingency Reserve	\$ 550,221	\$ 181,210	\$ 789,138	\$ 590,139	\$ 619,562	\$ 949,521	\$ 1,221,560	\$ 1,492,922	\$ 2,971,764	\$ 3,484,964	
Summary of Operations and Contingency Reserve											
Revenues											
Net Premiums Earned	1,360,533	1,250,433	1,429,530	1,463,393	1,584,213	1,673,242	1,808,152	1,963,909	2,080,809	2,096,622	16,710,836
Net Investment Income Earned	517,863	486,996	491,654	481,892	465,868	479,774	493,408	498,499	478,130	481,047	4,875,131
Net Investment Realized & Unrealized Gains	(403,115)	196,792	485,712	1,343	353,446	503,517	82,351	(43,842)	482,723	279,504	1,938,431
Self-Insured Pension Reimbursement	114,403	91,476	81,081	103,579	68,795	75,562	117,987	117,441	99,254	102,768	972,346
Previously Unrecognized Revenue	-	-	-	-	-	-	-	-	20,584	-	20,584
Other Income (Expense, Including Dividends)	54,614	43,040	52,626	50,330	48,898	54,814	54,853	53,434	58,973	50,616	522,198
Total Revenue Earned	1,644,298	2,068,737	2,540,603	2,100,537	2,521,220	2,786,909	2,556,751	2,589,441	3,220,473	3,010,557	25,039,526
Expenses											
Benefits Incurred	2,348,838	2,135,874	1,601,225	1,957,245	2,162,748	2,131,342	1,880,432	1,906,294	1,354,483	1,989,530	19,468,011
Claims Administration Expenses Incurred	185,980	152,309	159,641	184,878	149,818	166,031	205,310	212,754	165,397	236,282	1,818,400
Other Administrative Expense Incurred	220,260	141,730	154,490	141,371	153,727	153,914	169,157	172,555	178,028	199,786	1,685,018
Total Expenses Incurred	2,755,078	2,429,913	1,915,356	2,283,494	2,466,293	2,451,287	2,254,899	2,291,603	1,697,908	2,425,598	22,971,429
Transfers In (Out)	(2,770)	840	-	-	-	-	-	-	-	-	(1,930)
Change in Nonadmitted Assets	61,825	(8,675)	(27,088)	(16,042)	(25,504)	(5,663)	(26,231)	(26,476)	(43,723)	(14,023)	(131,600)
Change in OPEB Liability	-	-	-	-	-	-	-	-	-	(57,736)	(57,736)
Change in Contingency Reserve	(1,051,725)	(369,011)	598,159	(198,999)	29,423	329,959	275,621	271,362	1,478,842	513,200	1,876,831
Cash Flow Summary											
Operational Revenues Collected	1,530,146	1,406,162	1,476,246	1,585,387	1,683,175	1,758,232	1,922,692	2,048,176	2,182,980	2,247,089	17,840,285
Benefits Paid	1,523,070	1,544,166	1,556,606	1,547,338	1,559,631	1,564,741	1,592,947	1,588,295	1,605,910	1,624,454	15,707,158
Administrative Expenses Paid	273,750	278,925	284,261	280,965	301,923	302,420	319,091	325,406	321,517	363,461	3,051,719
Net Operating Cash Flow	(266,674)	(416,929)	(364,621)	(242,916)	(178,379)	(108,929)	10,654	134,475	255,553	259,174	(918,592)
Net Investment Income & Gains Collected	482,730	511,388	557,625	1,032,636	553,808	783,602	545,670	637,800	585,927	1,574,357	7,265,543
Net Investment Purchased & Expenses	(176,322)	(100,806)	(190,991)	(790,606)	(374,729)	(672,043)	(555,239)	(771,134)	(843,833)	(1,831,112)	(6,306,815)
Net Investment Cash Flow	306,408	410,582	366,634	242,030	179,079	111,559	(9,569)	(133,334)	(257,906)	(256,755)	958,728
Net Cash Flow	39,734	(6,347)	2,013	(886)	700	2,630	1,085	1,141	(2,353)	2,419	40,136
Beginning Cash and Cash Equivalents*	(27,544)	12,190	5,843	7,856	6,970	7,670	10,300	11,385	12,526	10,173	
Ending Cash and Cash Equivalents*	12,190	5,843	7,856	6,970	7,670	10,300	11,385	12,526	10,173	117,069	

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

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