
Exiting Self-Insurance

Q. What happens if I leave self-insurance?

A. The Certificate of Consent to Self-Insure will be revoked and any incurred liabilities will be in run-off. The member will continue to submit a Private Self-Insurers' Annual Report setting forth the status of all open work-injury claims until all claims are resolved. A member with a revoked Certificate shall continue to provide competent administration of workers' compensation claims incurred during the period of self-insurance, and the claims shall be administered from within the State of California. Revoked members remain members of the Security Fund until all claims are closed, or they default.

Q. Can I transfer my existing self-insured claims to an insurance carrier?

A. Yes. A special excess policy is required. The entire exposure, or just certain years, can be transferred. The policy must be written by an admitted carrier on approved forms, and must be approved by the Director.