

Mission Statement

The SDML Workers' Compensation Fund has a strong commitment to providing a competitive workers' compensation program for the public entities in South Dakota through administrative, loss control and technical services.

As a risk-sharing pool the SDML Workers' Compensation Fund was created for its Members and is controlled by its Members.

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CREATED, SPONSORED, AND ENDORSED BY

South Dakota Municipal League
Yvonne Taylor, Executive Director
800-658-3633

ENDORSED BY

South Dakota Association of
County Commissioners
Bob Wilcox, Executive Director
605-224-4554

Service Providers

Administration & Marketing

Insurance Benefits, Inc.
4901 Isabel Place, Suite 210
Sioux Falls, SD 57108
800-233-9073

Actuarial Services

AON Risk Solutions
17875 Von Karman Avenue, Suite 300
Irvine, CA 92614
949-608-6332

Claims Administration

Claims Associates, Inc.
4901 Isabel Place, Suite 100
Sioux Falls, SD 57108
888-654-6495

Claims Audit

Northshore International Insurance
Services
76 Lafayette Street
Salem, MA 01970

Financial Audit

RSM US LLP
110 S. Phillips Avenue, Suite 300
Sioux Falls, SD 57104
605-336-0753

Investment Manager

Bankwest Trust
PO Box 998
Pierre, SD 57501
605-224-7392

Loss Control

Safety Benefits, Inc.
PO Box 522
Plankinton, SD 57368
888-313-0839

Re-Insurance

Safety National Casualty Corporation
2043 Woodland Parkway
St. Louis, MO 63146

2020 Annual Financial Report

SDML Workers' Compensation Fund

To the Membership



**SDML Workers' Compensation Fund
Selected Financial Data**

Assets	As of December 31,				
	2020	2019	2018	2017	2016
Cash and cash equivalents	\$ 3,227,724	\$ 2,927,988	\$ 4,418,344	\$ 3,185,786	\$ 3,150,780
Investments	32,969,906	32,518,939	29,431,409	29,471,002	28,133,408
Receivables	712,239	553,445	659,456	561,643	502,957
Prepaid expenses	1,000	1,000	-	3,795	588,341
Contributed surplus and member equity in NLC Mutual	2,180,585	2,106,846	2,029,717	1,960,132	1,893,847
Total assets	\$ 39,091,454	\$ 38,108,218	\$ 36,538,926	\$ 35,182,358	\$ 34,269,333
Liabilities and Net Position					
Liabilities					
Estimated liability for reported and unreported claims and claims adjustment expenses	\$ 8,668,233	\$ 9,173,790	\$ 9,655,594	\$ 8,516,916	\$ 8,918,230
Other liabilities, primarily advance member contributions	3,347,423	3,125,733	3,131,159	3,187,059	2,978,989
Total liabilities	12,015,656	12,299,523	12,786,753	11,703,975	11,897,219
Net position	27,075,798	25,808,695	23,752,173	23,478,383	22,372,114
Total liabilities and net position	\$ 39,091,454	\$ 38,108,218	\$ 36,538,926	\$ 35,182,358	\$ 34,269,333
Income					
As of December 31,					
	2020	2019	2018	2017	2016
Operating revenues:					
Member contributions earned, net of renewal and loss control credits and reinsurance *	\$ 7,131,986	\$ 7,200,709	\$ 7,094,033	\$ 6,723,867	\$ 6,473,606
Operating expenses:					
Claims and claims adjustment expenses incurred, net	5,013,357	4,393,127	5,715,189	4,471,036	4,473,007
General and administrative expenses	1,137,473	1,122,608	1,088,769	1,062,642	1,026,790
Dividends to members, return on equity credits	677,054	624,467	598,330	546,040	493,382
Total operating expenses	6,827,884	6,140,202	7,402,288	6,079,718	5,993,179
Operating income (loss)	304,102	1,060,507	(308,255)	644,149	480,427
Nonoperating revenues:					
Net investment income	889,262	918,886	512,460	395,835	313,364
Earned member equity, NLC Mutual	73,739	77,129	69,585	66,285	59,613
Total nonoperating revenues	963,001	996,015	582,045	462,120	372,977
Change in net position	\$ 1,267,103	\$ 2,056,522	\$ 273,790	\$ 1,106,269	\$ 853,404
* Renewal and loss control credits	\$ 2,507,580	\$ 2,166,598	\$ 2,118,792	\$ 2,025,552	\$ 2,041,657