

Department of Finance STATE OF CALIFORNIA MANUAL OF STATE FUNDS		Fund: 0512 PAGE 1 Renumbered From:
<u>Legal Title</u> State Compensation Insurance Fund		
<u>Legal Citation/Authority</u> Chapter 136, Statutes of 2009 (AB 1117) Insurance Code sections 11770-11881		
<u>Fund Classification</u> <u>GAAP Basis</u> Proprietary/Enterprise Funds	<u>Fund Classification</u> <u>Legal Basis</u> Nongovernmental/Public Service Enterprise Funds	
<u>Purpose</u> The fund is used to account for amounts collected from employers as premiums for insurance of risks under the laws governing employers' compensation to employees and dependents for work-related injuries and illness. Payments are made of claims for compensation for such injuries or illness and costs of administration. Premiums are charged at rates established by the Insurance Commissioner for like insurance by other insurers. Awards are subject to determination by the Industrial Accident Commission.		
<u>Administering Agency/Organization Code</u> State Compensation Insurance Fund/Org 8420		
<u>Major Revenue Source</u> Insurance Premiums. Investment Income. Reimbursement from state agencies. Recoveries of losses by subrogation of claims.		
<u>Disposition of Fund (upon abolishment)</u> Pursuant to Government Code 16346, in the absence of language that identifies a successor fund, any balance remaining in this fund upon abolishment, shall be transferred to the General Fund.		
<u>Appropriation Authority</u> Section 11770 of the Insurance Code appropriates the fund for the purpose of transacting Workers' Compensation insurance and all related costs.		
<u>State Appropriations Limit</u> <i>Always Excluded</i> --Revenues in this fund are not proceeds of taxes and even after transfer, will never become proceeds of taxes because the major revenue source is derived from insurance premiums deposited into a Non Governmental Cost Fund (Public Services Enterprise Fund) used for payments of workers compensation claims.		

Comments/Historical Information

Chapter 176, Statutes of 1913 created this fund.