



Election Notice

SDML WORKERS' COMPENSATION FUND

NOTICE OF BOARD OF TRUSTEES ELECTION

ZOOM MEETING

The SDML Workers' Compensation Fund Board of Trustees election will be held Wednesday, October 7, 2020 at 11:00am CST via Zoom meeting. Instructions for participating remotely in the meeting are listed below and will be emailed to each Member in advance of the meeting. Each Member entity participating remotely will have one vote.

Two city seats are up for election. The positions are currently held by:

- Karl Alberts, Finance Officer, Aberdeen
- Laurie Gronlund, Human Resources Director, Pierre

If you are interested in a position on the SDML Workers' Compensation Fund or would like to nominate someone who is a Member of the SDML Workers' Comp Fund and is either an elected or appointed official, please send a letter of application by the deadline date of August 31, 2020 to:

Sandi Larson
SDML Director of Risk Sharing Services
208 Island Drive
Ft. Pierre, South Dakota 57532
Phone: 1-800-658-3633
E-mail: sandi@sdmunicipalleague.org

Positions on the Board of Trustees are for three years and the successful candidates will be seated on January 1, 2021. All nominations for the election will be forwarded to the Nominating Committee.

Join Zoom Meeting on October 7:

<https://us02web.zoom.us/j/83914537720?pwd=WTVrYzVTQ3QzajFaSWhmdkh4V3dpZz09>

Meeting ID: 839 1453 7720

SDML Workers' Compensation Fund
Selected Financial Data

Assets	As of December 31,				
	2019	2018	2017	2016	2015
Cash and cash equivalents	\$ 2,927,988	\$ 4,418,344	\$ 3,185,786	\$ 3,150,780	\$ 4,522,614
Investments	32,518,939	29,431,409	29,471,002	28,133,408	26,608,996
Receivables	553,445	659,456	561,643	502,957	511,719
Prepaid expenses	1,000	-	3,795	588,341	-
Contributed surplus and member equity in NLC Mutual	2,106,846	2,029,717	1,960,132	1,893,847	1,834,234
Total assets	\$ 38,108,218	\$ 36,538,926	\$ 35,182,358	\$ 34,269,333	\$ 33,477,563
Liabilities and Net Position					
Liabilities					
Estimated liability for reported and unreported claims and claims adjustment expenses	\$ 9,173,790	\$ 9,655,594	\$ 8,516,916	\$ 8,918,230	\$ 8,574,055
Other liabilities, primarily advance member contributions	3,125,733	3,131,159	3,187,059	2,978,989	3,384,798
Total liabilities	12,299,523	12,786,753	11,703,975	11,897,219	11,958,853
Net position	25,808,695	23,752,173	23,478,383	22,372,114	21,518,710
Total liabilities and net position	\$ 38,108,218	\$ 36,538,926	\$ 35,182,358	\$ 34,269,333	\$ 33,477,563

Income	As of December 31,				
	2019	2018	2017	2016	2015
Operating revenues:					
Member contributions earned, net of renewal and loss control credits and reinsurance *	\$ 7,200,709	\$ 7,094,033	\$ 6,723,867	\$ 6,473,606	\$ 6,154,602
Operating expenses:					
Claims and claims adjustment expenses incurred, net	4,393,127	5,715,189	4,471,036	4,473,007	4,544,786
General and administrative expenses	1,122,608	1,088,769	1,062,642	1,026,790	1,034,326
Dividends to members, return on equity credits	624,467	598,330	546,040	493,382	439,398
Total operating expenses	6,140,202	7,402,288	6,079,718	5,993,179	6,018,510
Operating income (loss)	1,060,507	(308,255)	644,149	480,427	136,092
Nonoperating revenues:					
Net investment income	918,886	512,460	395,835	313,364	320,713
Earned member equity, NLC Mutual	77,129	69,585	66,285	59,613	57,735
Total nonoperating revenues	996,015	582,045	462,120	372,977	378,448
Change in net position	\$ 2,056,522	\$ 273,790	\$ 1,106,269	\$ 853,404	\$ 514,540

* Renewal and loss control credits \$ 2,166,598 \$ 2,118,792 \$ 2,025,552 \$ 2,041,657 \$ 1,694,408

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.

Board of Trustees

Karl Alberts
Chairman

Finance Officer, Aberdeen

Bob Wilcox
Vice Chairman

SDACC Executive Director, Pierre

Yvonne Taylor
Secretary

SDML Executive Director, Ft. Pierre

Laurie Gronlund
Human Resources Director, Pierre

Jodi Mathis
Human Resource Officer, Spearfish

Brittany Smith
City Administrator, Philip

Brenda Bode
Davison County Commissioner, Mt. Vernon

Jim Schmidt
Lincoln County Commissioner,
Sioux Falls

Mike Grosek
Mayor, Webster

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

2019 Annual Financial Report

SDML Workers' Compensation Fund

To the Membership



SDML

Workers • Compensation • Fund