



Large Deductible Option (LDO)

SCHOOL EMPLOYEES LOSS FUND
July 1, 2024 - June 30, 2025

Woodridge SD #68

Large Deductible Options <i>(higher deductible available on request)</i>	\$25,000 Deductible	\$50,000 Deductible	\$100,000 Deductible	\$250,000 Deductible
SELF Estimated Contribution (Standard Program Cost)	\$81,664	\$81,664	\$81,664	\$81,664
LDO Factor	0.656	0.559	0.469	0.360
LDO Contribution	\$53,572	\$45,650	\$38,300	\$29,399
LDO Administrative Cost (Annual)	\$1,500	\$1,500	\$1,500	\$1,500
District Loss Fund Deposit (1)	\$40,000	\$40,000	\$40,000	\$40,000
Replenishment for current LDO Members as of 4/30/2024	\$41,626	\$41,626	\$41,626	\$41,626
Return of Contribution FY 2004-2022	(\$25,737)	(\$25,737)	(\$25,737)	(\$25,737)
District Payroll Audit from FY 2023	\$1,519	\$1,519	\$1,519	\$1,519
TOTAL (NET) LDO DEPOSIT (includes fees and adjustments)	\$112,480	\$104,558	\$97,208	\$88,307

(DO NOT PAY FROM THIS LDO QUOTATION – INVOICE WILL FOLLOW)

Deductible Level	Average Estimated District Losses ⁽³⁾
\$25,000	\$50,966
\$50,000	\$68,207
\$100,000	\$83,323
\$250,000	\$103,562

1. Loss Fund Deposit for Deductible use. Loss Fund Deposit is subject to change based on losses paid within the deductible period. See Page 2 for further explanation.
2. Replenishment for prior years, Participating LDO members only
3. Loss Estimate projected by the SELF Actuary and is based on pool averages. Actual losses will vary by district.

SELF Large Deductible Option Terms Woodridge SD #68

- Member Standard Program Contribution greater than \$65,000
- Selected Deductible is applied towards each and every loss
- \$1,500 Administrative Fee
- The POOL TPA will adjust claims in the deductible and continue until all claims are closed.
 - Each member is required to establish a member loss fund (\$40,000) that will be used to pay losses within the deductible. When member loss fund dollars are reduced to \$10,000 through payment of deductible losses, an invoice will be sent to the member in the amount of \$40,000 to replenish the member loss fund. Funds must be remitted to SELF within 30 days of receipt of the invoice.
 - SELF reserves the right to increase a member's loss fund if deductible payments exceed 35,000 in two consecutive months.
 - Failure to remit funds within 30 days will result in the immediate reversion of the "Large Deductible Plan" to the "Standard Cost Plan" the member would have been covered under had they not chosen the "Deductible Option". The reversion cost will be calculated as follows:

Guaranteed cost contribution less contribution under the deductible option = reversion charge.

Note: the reversion charge does not include any payments the member may have made for losses within the deductible or the \$1,500 administrative fee.

- When all claims are closed, any member loss fund dollars held by SELF will be returned to the District.
- If a Pool Assessment is required for a specific policy period, those members covered on the Large Deductible Option will be charged their portion of the assessment based the percentage their contribution under the "deductible option" bears to all member contributions. Members covered under the "Deductible Option" are not released from their obligation to pay deductible losses in the event of an assessment.
- A signed SELF-Large Deductible Option Member agreement will be required.
- Agreement ends: 1) when all claims are paid and closed or 2) as proscribed by the terms of the agreement (nonpayment, change in financial status, default/exit from the Large Deductible Option).

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I have read the above and agree to the terms and conditions of the Large Deductible Option:

Woodridge SD #68: _____ **Deductible Selection:** _____

Signature: _____ **Date:** _____

Title: _____