

1.8. Excess of loss insurance

- a) *A Self-insured employer* must obtain and maintain an excess of loss insurance policy and provide a full copy of this policy to *ReturnToWorkSA*.
- b) Such excess of loss insurance must satisfy the following:
 - (i) not less than \$100 million on the sum insured,
 - (ii) a deductible of not less than \$500,000 per event or series of related events, and
 - (iii) if the *self-insured employer* elects to include a stop loss excess or an aggregate excess, such stop loss or aggregate excess must not be less than the higher of:
 - (A) three times the individual event excess, or
 - (B) Ten percent above the average incurred claim cost for the three immediately prior years.
- c) The excess of loss policy must not be contingent on the solvency of the *self-insured employer*, a *group of self-insured employers* or member of a *group of self-insured employers*.
- d) *ReturnToWorkSA* must be listed as a beneficiary on the excess of loss policy. In the event the *Self-insured employer* ceases to be registered as a *Self-insured employer* and all or part of its liabilities are undertaken by *ReturnToWorkSA*, *ReturnToWorkSA* will claim the benefits for such liabilities otherwise payable to the former *Self-insured employer* in accordance with the terms and conditions of its excess of loss policy, which notes the respective rights and interests of *ReturnToWorkSA* as a joint reinsured party.