

Queensland Workers' Compensation Scheme

Overview of

Insurer actuarial forum and

future distribution of scheme trends

Insurer actuarial forum - background

- Actuaries interested in attending stakeholder's presentation
- Insurer actuarial forum held annually in May
- Positive response and good feedback from actuaries
- Fourth forum to be held Tuesday 30 May

Insurer actuarial forum

- outline

- Summary of stakeholder's presentation
- Analysis of scheme trends and performance
 - focus on accident periods (not reporting periods)
 - industry breakdown – ultimate numbers
 - key measures - wage growth, claim frequency, average costs, conversion rates etc

Distribution of scheme trend information

- Stakeholder's presentations (twice yearly)
- Insurer actuarial forums (yearly)
- Newsletter – SI as previously provided to you (twice yearly)
- Industry Comparison Report – two page report based on injury year by industry and relativities to the Scheme as previously provided to you

Performance update - newsletter

Office of Industrial Relations

Performance update – March 2017
Self-insurer

Wages 2.7%
Scheme 2.7%
Industry 2.7%

Executive summary

The Office of Industrial Relations provides an update on the Queensland workers' compensation scheme to self-insurers every six months. This newsletter represents an update on the November 2016 fact sheet for the six months to March 2017. The figures in this report have been technically and peer reviewed by **Ernst & Young Consulting Pty Ltd**.

Scheme trends

- Statutory claim frequency is increasing due to higher number of claim intimations as a result of changes to public hospital payments.
- Common law intimations have been lower than expected over the past six months.
- Net statutory payments are in line with expectations.
- Net scheme payments have been lower than expected over the last six months driven by lower than expected common law payments.

Industry trends

- Frequency of statutory claims remains flat over the last three years, with the gap to the scheme closing.
- Common law intimations have been slightly lower than expected for 2016.
- Net statutory payments are similar to expectations.
- Net common law payments are reducing and in line with expectations.

Performance snapshot

Measure	Actual	Target	Change	Industry Change	Expected Change
Statutory claim frequency	1.0	1.0	0.0	0.0	0.0
Common law claim frequency	0.8	0.8	0.0	0.0	0.0
Statutory claim payments	100	100	0	0	0
Common law claim payments	100	100	0	0	0

Highlights

Statutory frequency is flat for the industry and increasing for scheme.

Statutory claim payments are higher than expected over the past twelve months for industry.

Common law claim intimations are lower than expected over the last six months.

Newsletter provides a high level update of:

- Scheme and industry trends and forecast on key measures
- Performance of key measures based on long term trends and comparisons
- Tailored for each self-insurer

Industry Comparison Report

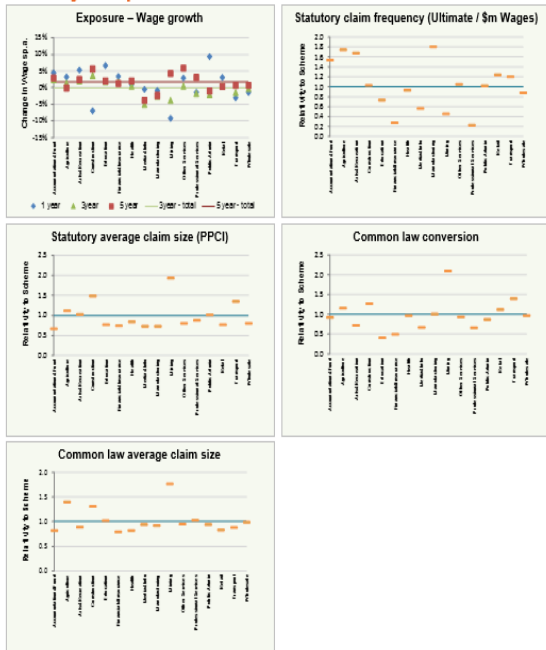
Office of Industrial Relations

Industry comparison report

Keeping you informed – May 2017

This report is produced in conjunction with the Performance update newsletter May 2017 and compares the trends occurring across the industries and the scheme. It provides comparison of claims experienced for the whole scheme up to March 2017 using relativities based on the last five injury years for key measures. The figures in this report have been technically and peer reviewed by [Finity Consulting Pty Limited](#).

Industry comparison



Key performance measures (by injury year)

Industry	Wages declared (\$M)		Statutory frequency (Ultimate / \$m Wages)		Ultimate statutory average claim size (PPCI) (\$)	
	Average 2012-13 to 2015-16	Average 2015-16 to 2016-17	Average 2012-13 to 2015-16	Average 2015-16 to 2016-17	Average 2012-13 to 2015-16	Average 2015-16 to 2016-17
Industry	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17
Accommodation and Food Services	\$3,486.7M	0.70	0.70	11,826	1,826	12,713
Agriculture, Forestry and Fishing	\$1,278.4M	0.70	0.70	15,162	15,162	15,162
Arts and Recreation Services	\$1,262.1M	0.70	0.70	26,200	26,200	26,200
Education and Training	\$2,726.7M	0.70	0.70	12,540	12,540	12,540
Health Care and Social Assistance	\$2,971.3M	0.70	0.70	6,882	6,882	14,482
Information Media and Telecommunications	\$4,228.3M	0.70	0.70	12,582	12,582	12,582
Manufacturing	\$1,246.1M	0.70	0.70	22,542	22,542	14,482
Mining	\$4,742.3M	0.70	0.70	46,892	46,892	46,142
Retail Trade	\$4,842.3M	0.70	0.70	11,192	11,192	20,482
Wholesale Trade and Transport	\$1,242.1M	0.70	0.70	22,002	22,002	21,342
Public Administration and Safety	\$4,842.3M	0.70	0.70	11,982	11,982	17,782
Scheme Total	\$4,842.3M	0.70	0.70	15,174	15,174	15,174
Ultimate Total	\$4,842.3M	0.70	0.70	22,536	22,536	22,536
Scheme	\$5,614.2M	0.70	0.70	17,226	17,226	17,782

Common law claims

Industry	Ultimate common law conversion (%)		Ultimate common law average cost (\$)	
	Average 2012-13 to 2015-16	Average 2015-16 to 2016-17	Average 2012-13 to 2015-16	Average 2015-16 to 2016-17
Industry	2015-16	2016-17	2015-16	2016-17
Accommodation and Food Services	2.8	2.8	142,000	142,000
Agriculture, Forestry and Fishing	2.8	2.8	106,000	106,000
Arts and Recreation Services	2.8	2.8	136,000	136,000
Education and Training	4.0	4.0	172,000	172,000
Health Care and Social Assistance	1.4	1.4	116,000	116,000
Information Media and Telecommunications	1.3	1.3	152,000	152,000
Manufacturing	2.8	2.8	136,000	136,000
Mining	2.8	2.8	136,000	136,000
Retail Trade	2.8	2.8	136,000	136,000
Wholesale Trade and Transport	2.8	2.8	136,000	136,000
Public Administration and Safety	2.8	2.8	136,000	136,000
Scheme Total	2.8	2.8	136,000	136,000
Scheme	2.8	2.8	136,000	136,000

- Notes:
1. Only key industries have been displayed. Scheme includes all industries.
 2. Statutory frequency: ultimate claims divided by wages for each injury period. Expressed as a rate per million wages.
 3. Payments per claim incurred: ultimate payments divided by ultimate claim numbers for each injury year.
 4. Common law conversion: ultimate common law claims divided by ultimate statutory claims for each injury year.
 5. Ultimate common law average cost: ultimate payments for common law divided by ultimate claim totalised common law costs for each injury year. Payments include both damages and outlays.

Contact us

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Thank you