

Withdrawal by a Member Workers' Compensation Fund

A member district may withdraw from the Workers' Compensation Program after three (3) years of participation, in accordance with the Bylaws and the Workers' Compensation Program Plan Document. However, on withdrawal,

1. "Each member shall be liable for its pro-rata share of all debts and liabilities"; and,
2. The withdrawing member shall be responsible for the ultimate costs of its outstanding reserves above the amount recorded at the time of withdrawal; and
3. No member shall participate in a rate stabilization reserve; and, further
4. No member subsequent to withdrawal shall receive any portion of the fund balance at the time of withdrawal or any subsequent dividends received by SRIMG from third-party coverage; and further,
5. SIG shall be notified no later than **December 31st** if a district wants to move outside of SRIMG. The effective date for such action will be the following July 1st unless the Executive Committee approves that an effective date earlier than July 1st would be less harmful financially to SRIMG. In that instance, the Executive Committee may approve an earlier effective withdrawal date with the district.
6. Notification to SRIMG shall be defined as receipt by the Executive Director of the official Governing Board action by the withdrawing district. This action by the District's Governing Board must occur and notification must be received, no later than **December 31st**.
7. For districts who request to rejoin SIG, the Executive Committee will establish the modification factor for the first year within SRIMG. The factor will be based on the district's experience and other risk characteristics within and outside of SRIMG.