

EasyChoice[®]

Workers Compensation

TRADITIONAL PLAN • \$12,000 ANNUAL PREMIUM



25% Down Payment	=	\$3,000
9 Monthly Installments	=	\$9,000
Total	=	\$12,000

Audit shows premium at \$15,000. What happens now?

- | | | | |
|---|------------------------------|---|-----------------|
| 1. For 2009 policy year, a \$3,000 payment is required to make up shortfall from previous policy year within 30 days of notification. | 3. Nine Monthly Installments | = | \$11,250 |
| 2. 25% down payment on new premium of \$3,750. | Total up front payments | = | \$6,750 |
| | Total | = | \$18,000 |

PAY AS YOU GO PLAN



THERE IS NO DOWN PAYMENT

There is a fixed expense constant (state mandated) that is collected with the 1st premium deduction. Subsequent premiums will be deducted when payroll is submitted. Should payroll increase due to new hires, so will the premium collected. Conversely, should payroll decrease, so will the premium deduction. At year end, should an audit be conducted, there should not be any shortfall or refund due. In 2009 policy year, a renewal premium will be issued and the process begins again.

www.paychoice.com