



A Managed Care System that Works...

CompCHOICE was formed in 1994 to facilitate the provision of timely and appropriate medical care for injured employees. Its Certified Workplace Medical Plan (CWMP) provides protocol-driven oversight throughout the injured employee's recovery process, ensuring the best possible medical treatment is made available and that the injured employee is returned to work as quickly as possible.

In an effort to validate the effectiveness of our CWMP program, CompCHOICE engaged Mr. E. James Stergiou with SG Risk, a highly respected Actuarial Consulting firm and member in good standing of the Casualty Actuarial Society and the American Academy of Actuaries, to perform an independent analysis that would quantitatively measure the effectiveness and efficiency of our CWMP program. This study utilized 3 years of actual historical claims data and estimated Return on Investment (ROI) over a five-year period considering both the direct impacts of program costs and savings as well as the indirect impact to experience modification factors resulting from lower claims costs.

Below are the conclusions from this independent study:

- ***Overall, the utilization of CompCHOICE CWMP services resulted in a 22% reduction in actual claims costs.***
- Self-Insured entities utilizing CompCHOICE services would expect a five-year ***ROI of 484%***.
- From an Insurance Carrier's perspective, the utilization of CompCHOICE services would yield an expected ***ROI of 150%*** over the same period which is impacted by lower premiums collected resulting from improved experience modification factors for their insured policyholders.
- Policyholders directly benefit through ***reduced premiums*** resulting from their lower experience modification factors.
- While savings overall are anticipated, savings results for individual claims can vary based on the unique circumstances and variables associated with each individual claim.

CompCHOICE believes that the CWMP model is the single most effective way to reduce overall workers' compensation costs, while ***ensuring that injured workers continue to get the quality care they need.***