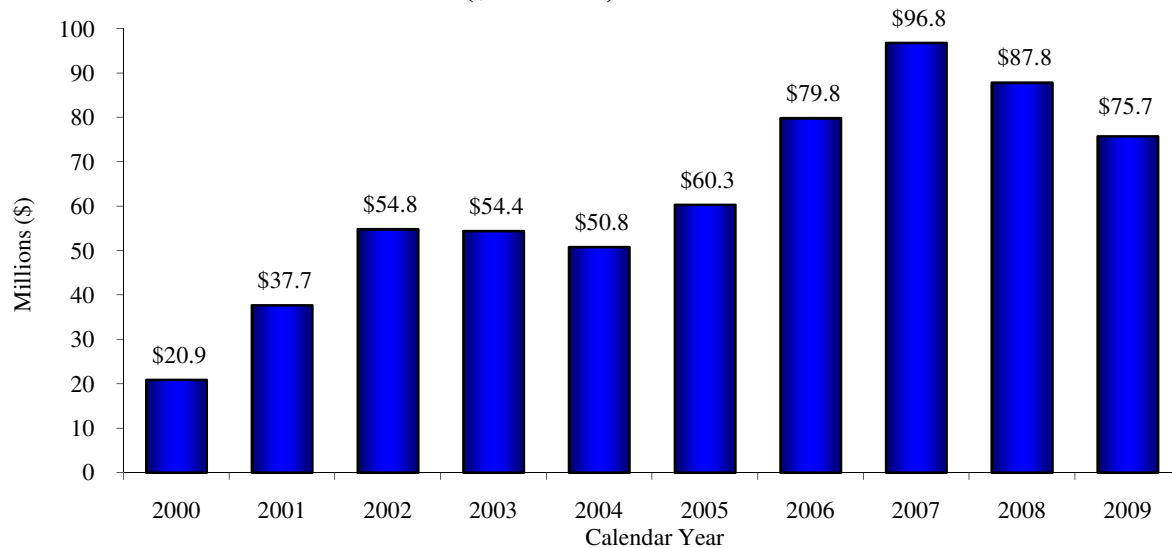


Earned Large Deductible Premium Credits

**Figure 14. Earned large deductible premium credits (LDPC's),
2000-2009 (\$ millions)**



Source: Research & Analysis Sec., Information Management Div., Oregon Dept. of Consumer & Business Services. Last Updated 5/2010

In 1996, Large Deductible Premium Credits (LDPCs) were added as an option to workers' compensation in Oregon. Under deductible policies, the insurer continues to administer all workers' compensation claims. Employers reimburse insurers, however, for claims costs up to the specified deductible. In return, employers receive a credit on their workers' compensation premium. Insurers and employers are assessed on premium prior to deductible credits. Figure 14 illustrates the overall rise in LDPCs from 1999 through 2007 with a decline starting in 2008.