

May 11, 2010

Save the date!

Phoenix Safety Works Expo  
June 24, 2010  
Fiesta Inn and Resort Tempe

To register, go to:  
[www.regonline.com/SWPhoenix10](http://www.regonline.com/SWPhoenix10)

## Who to Contact:

Tod Dennis,  
602.631.2212  
[tdennis@scfaz.com](mailto:tdennis@scfaz.com)

Mike Felix,  
602.631.2009  
[mfelix@scfaz.com](mailto:mfelix@scfaz.com)

Ed Redmond,  
602.631.2983  
[eredmond@scfaz.com](mailto:eredmond@scfaz.com)

Bruce Trethewy,  
602.631.2810  
[btrethewy@scfaz.com](mailto:btrethewy@scfaz.com)

Sandra Covington,  
602.631.2032  
[scovington@scfaz.com](mailto:scovington@scfaz.com)

Phyllis Senseman,  
602.631.2010  
[psenseman@scfaz.com](mailto:psenseman@scfaz.com)

## Legislature directs SCF to become mutual insurance company by 2013

### Governor signs bill converting SCF to private insurance company

PHOENIX – Arizona Governor Jan Brewer signed into law SB 1045, a measure that directs SCF Arizona to privatize by January 2013.

SCF Arizona is the state's largest workers' compensation insurance company, headquartered in Phoenix and with offices in Tucson, Prescott, Flagstaff, Yuma, Lake Havasu and Show Low. The company employs approximately 500 people, and covers more than 40,000 Arizona businesses and nearly half a million employees.

"This is a case of extraordinary bi-partisan cooperation and common sense good government," said SCF Arizona President and CEO Don Smith, who added the company's commitment to its policyholders and providing quality customer service will not change.

"We look forward to fully competing in the private marketplace and continuing to be Arizona's workers' compensation insurer of choice," Smith said. "We have a long and on-going commitment to this state and this will strengthen our ability to perform on behalf of Arizona businesses and injured workers."

SCF will continue to partner with over 70 trade and business associations to provide workplace safety education while looking for new joint offerings.

Rick Jones, SCF Arizona's Senior Vice President of Sales and Business Development, said the bill will enable SCF Arizona to provide stable rates and broaden its services, previously prohibited by state statute, and will free the company to be more responsive to its policyholders. Under Arizona insurance laws, a mutual insurance company is owned by its policyholders. Like a credit union, the policyholders are "members" and they govern the company through a board of directors that they elect.

"SCF Arizona policyholders will not notice anything different in their day-to-day dealings with the company," Jones said. "But over time, what they will experience is a more diversified company that can better serve their needs in Arizona and elsewhere."

Workers' compensation, mandated in the state of Arizona, requires employers to protect their workforce by providing insurance to cover medical and indemnity payments for employees injured on the job.

If you have any questions regarding this change please call Phyllis Senseman, Director of Sales & Marketing at 602.631.2016.