



ERICK RUSSELL  
TREASURER

**State of Connecticut**  
**Office of the Treasurer**

SARAH SANDERS  
DEPUTY TREASURER

July 1, 2025

The Honorable Ned Lamont  
Governor, State of Connecticut  
State Capitol Building  
Hartford, Connecticut 06106

Dear Governor Lamont,

Enclosed you will find the *Annual Report on the Financial Condition of the Second Injury Fund* as required by Section 31-349f of the Connecticut General Statutes.

As we continue to be faced with economic and inflationary challenges, I am happy to report the Second Injury Fund (“Fund”) continues to be financially stable and achieved the following during Fiscal Year 2025.

- The Fund’s long-term unfunded liabilities fell from \$172.9 million in FY2024 to \$154.1 million, a decrease of 10.87 percent. The Fund continues to closely monitor these liabilities.
- During FY2025, estimated savings of \$1.9 million in medical costs achieved by the Fund continue to lessen the long-term financial burden on Connecticut’s businesses and taxpayers.
- On May 1, 2025, I announced that assessment rates for insured and self-insured employers will remain unchanged for FY2026. The current rate for insured employers will continue to be 2.25%, while the rate for self-insured employers will continue to be 2.75%.

These achievements are a direct reflection of the Fund’s strong commitment to the prudent fiscal strategies which continue to produce savings passed along to Connecticut businesses without compromising any benefits due to injured workers.

Honorable Ned Lamont  
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If you have any questions concerning the financial condition of the Fund, please feel free to call Assistant Treasurer, Michelle Seagull at (860) 702-3125.

Sincerely,



Erick Russell  
State Treasurer

Enclosure

cc: Hon. Susan Bysiewicz, Lieutenant Governor  
Hon. Martin M. Looney, Senate President Pro Tempore  
Hon. Bob Duff, Senate Majority Leader  
Hon. Matthew Ritter, Speaker of the House  
Hon. Jason Rojas, House Majority Leader  
Hon. Vincent Candelora, House Minority Leader  
Hon. Stephen Harding, State Senator  
Michael Jefferson, Senate Clerk  
Frederick Jortner, House Clerk

Members of the Second Injury Fund Advisory Board:

Edward Hawthorne, Connecticut AFL-CIO  
State Senator Julie Kushner  
State Representative Emmanuel Sanchez  
Peter Myers, Connecticut Business and Industry Association  
Marko Kaar, Connecticut Construction Industries Association  
Brian Anderson, Council 4 AFSCME  
Melissa Riley, Hartford Healthcare  
Rochelle Palache, 32BJ Services Employee International Union

**ANNUAL REPORT OF THE SECOND INJURY FUND  
FOR FISCAL YEAR ENDING JUNE 30, 2025**

**As of 06/25/2025**

**1. Estimate of the Fund's unfunded liability as of preceding July first (July 1, 2024):**

- A. The unfunded liability of the Second Injury Fund as of **July 1, 2024**, had been estimated at **\$172,948,000**.
- B. The unfunded liability of the Second Injury Fund as of **July 1, 2025**, is estimated at **\$154,137,000**.

	<b># Open Claims</b>	<b>Reserve Values</b>
Claim Inventory 7/1/25	2,689	\$149,067,000
* Estimated Future Claims (FY 2026)	545	\$5,070,000
<b>Total Estimated Liability as of 7/1/2025</b>		<b>\$154,137,000</b>

\* Anticipated *uninsured* employer and concurrent employment claims incurred but not reported as of 6/25/2025.

**2. The effect of settlements and stipulations on the unfunded liability:**

During FY 2025 SIF paid 162 settlements at a cost of **\$3,798,712**.

**3. The number and actual amount of assessments levied under section 31-354 for the previous fiscal year (FY2025):**

<b>Category</b>	<b># of Assessments</b>	<b>Amounts</b>	
Insured Employers	4	\$23,222,193	(est)
Self-Insured Employers	4	\$4,686,298	(est)
<b>Total</b>		<b>\$27,908,491</b>	(est)

**4. The number and estimated amount of assessments for the coming year (FY2026):**

<b>Category</b>	<b># of Assessments</b>	<b>Amounts</b>
Insured Employers	4	\$22,529,871
Self-Insured Employers	4	\$4,668,815
<b>Total</b>		<b>\$27,198,686</b>

**5. Any recommendation for legislative change to improve the operation of the Fund:**

No further recommendations for legislative change at this time.