BULLETIN

November 5, 2013

Contact: Connie Xin
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R.C. 2352

To the Members of the Board

Re: New York WC & EL Manual
Miscellaneous Values Page 6 - Correction

Please be advised that Page 6 of Part III of the Manual (Loss Cost and Miscellaneous Values), that was included as part of R.C. Bulletin 2351, did not correctly reflect the recently approved change to Manual Rule IX-M-3. Effective January 1, 2014, the premium base for the Workers Compensation Security Fund Surcharge no longer includes the New York State Assessment. This change was initially announced in R.C. Bulletin 2349.

Attached is an updated Miscellaneous Values page which reflects the revised Rule.

Very truly yours,

Monte Almer
President

MA/ab
Encl.
MISCELLANEOUS VALUES (continued)

New York State Assessment Charges

General Instructions and Information

Refer to Rule IX-L., Sections 1. and 2.

Applicable Standard Premium Assessment Rate

13.8%

Premium Base

Refer to Rule IX-L., Section 3.

Standard premium is the only premium base to be used in calculating the New York State Assessment policyholder charge.

For policyholder assessment purposes, standard premium is defined as the premium determined on the basis of the insurer’s approved rates, as modified by any experience modification or merit rating factor, any applicable territory differential premium, the minimum premium, any Construction Classification Premium Adjustment Program credits, any credit from return to work and/or drug and alcohol prevention programs, including credits under the Workplace Safety Loss Prevention Incentive Program (WSLPIP), any surcharge or credit from a workplace safety program, including credits under the Workplace Safety Loss Prevention Incentive Program (WSLPIP), any credit from independently-filed insurer specialty programs (for example, alternative dispute resolution, drug-free workplace, managed care or preferred provider organization programs), any charge for the waiver of subrogation, any charge for foreign voluntary coverage and the additional charge for terrorism, and the charge for natural disasters and catastrophic industrial accidents.

For purposes of determining standard premium, the insurer’s expense constant, including the expense constant in the minimum premium, the insurer’s premium discount and premium credits for participation in any deductible program, as well as any premiums providing federal coverage, shall be excluded from the premium base.

Passenger Seat Surcharge - Applicable in conjunction with Code 7421 “Aircraft or Helicopter Operation: Transportation of Personnel in Conduct of Employer’s Business - Flying Crew” in accordance with the classification footnote instructions

$100 per passenger seat

$1,000 maximum per aircraft

Terrorism and Catastrophe Loss Cost Charges

Terrorism

Applicable only in conjunction with Rule IX-N.1 of the Manual

Terrorism loss cost (NOT RATE) charge per $100 of total policy payroll

$.038

For non-payroll based classes, charge is % of non-payroll class manual premium

2.9%

Natural Disasters and Catastrophic Industrial Accidents

Applicable only in conjunction with Rule IX-N.2 of the Manual

Catastrophe loss cost (NOT RATE) charge per $100 of total policy payroll

$.008

For non-payroll based classes, charge is % of non-payroll class manual premium

0.7%

Workers Compensation Security Fund Surcharge

Applicable only in accordance with Rule IX - M of the Manual

Charge is % of total policy premium

0.0%

United States Longshore and Harbor Workers’ Compensation Coverage Percentage

Applicable only in connection with Rule XII-D of the Manual

53.7%

(Multiply a Non-F classification rate by a factor of 1.537 to adjust for differences in state and federal benefits and assessments)