



NYCIRB

**New York Compensation
Insurance Rating Board**

875 Third Avenue
New York, NY 10022
Tel: (212) 697-3535

December 13, 2024

R.C. 2620

Re: Premium Algorithm Schedule Rating Example
Effective Date: January 1, 2025

Members of the Rating Board:

I write to inform you that the New York State Department of Financial Services (“DFS”) approved an amendment to the Rating Board’s New York Workers’ Compensation and Employers’ Liability Manual (“Manual”) which is detailed herein, attached hereto, and is effective on January 1, 2025.

Specifically, DFS approved an amendment to the Manual that revises the New York Schedule Rating Plan Calculation Procedure example in Manual Rule VI(O) – Premium Algorithm to reflect the proper application of this rule.

The modified and final page from the Manual reflecting the approved amendment, Page R-83, is attached for your convenience.

If you have any questions, please contact Mr. Mark Battistelli, Vice President of Underwriting Services at (212) 697-3535, ext. 113 or at underwritingservices@nycirb.org.

Very truly yours,

A handwritten signature in blue ink, appearing to read 'JA Attie'.

Jeremy Attie
President and CEO

Enclosures

PREMIUM ALGORITHM (Continued)

Sequence of Presentation & / or Calculation	Statistical Codes	Premium Element Name	Calculation Procedure
33	9753	WSLPIP Drug & Alcohol Prevention Program Credit	Total modified premium per Rule VI (N)(3)(b). of the NY WC&EL Manual x Drug & Alcohol Prevention Credit Factor.
34	9743	WSLPIP Return-To-Work Program Premium Credit	Total modified premium per Rule VI (N)(3)(c). of the NY WC&EL Manual x Return-To-Work Credit Factor.
35	9748	WSLPIP Safety Incentive Program Premium Credit	Total modified premium per Rule VI (N)(3)(a). of the NY WC&EL Manual x Safety Incentive Credit Factor.
36	9651	Safe Patient Handling Act Program Premium Credit (NYSPHAP)	Total modified premium x SPHA Credit Factor as per Rule VI (N)(4) of the NY WC&EL Manual.
★	9887 9889	New York Schedule Rating Plan	(Modified Premium plus statistical codes –not subject to experience rating) x (1 SR Credit %) or (1 SR Debit %).
	NONE	TOTAL STANDARD PREMIUM	Total Modified Premium + all premium from classifications and statistical codes not subject to experience rating (items 20 thru 37)
38	0063 0064	Premium Discount	Tabular or formula value as specified by the carrier; not applicable in conjunction with retrospective rating.
39	0900	Expense Constant	A fixed dollar amount per policy as specified by the carrier.
40	9740	Terrorism	Rate per \$100 of total policy remuneration; % of class premium for non-remuneration classes.
41	9741	Natural Disasters and Catastrophic Industrial Accidents	Rate per \$100 of total policy remuneration; % of class premium for non-remuneration classes.
	NONE	TOTAL ESTIMATED ANNUAL PREMIUM	Premium combining all applicable elements above
42	0932	New York State Assessment	A percentage of Standard Premium as defined in Rule VIII (L)(3) of the NY WC&EL Manual.
43	NONE	Total Estimated Premium and Assessment	Total Estimated Annual Premium + NY State Assessment Charge
44	9749	New York Workers' Compensation Security Fund	A percentage of the Total Estimated Annual Premium.
45	NONE	TOTAL ESTIMATED POLICY COST	Total Estimated Annual Premium + NY State Assessment Charge + NY WC Security Fund Charge

PREMIUM ALGORITHM (Continued)

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36	9651	Safe Patient Handling Act Program Premium Credit (NYSPHAP)	Total modified premium x SPHA Credit Factor as per Rule VI (N)(4) of the NY WC&EL Manual.
★ 37	9887 9889	New York Schedule Rating Plan	(Modified Premium plus statistical codes not subject to experience rating) x (SR Credit %) or (SR Debit %).
	NONE	TOTAL STANDARD PREMIUM	Total Modified Premium + all premium from classifications and statistical codes not subject to experience rating (items 20 thru 37)
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