

BULLETIN

August 2, 2011

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R.C. 2282

To the Members of the Board

- Re: **New York Workers Compensation**
- a. **Excess Loss Pure Premium Factors**
 - b. **State Hazard Group Differentials**
 - c. **Retrospective Rating Development Factors**
 - d. **Loss Conversion Factor**
 - e. **Federal Excess Loss Factors**
 - f. **Table of Classifications by Hazard Group**
Effective October 1, 2011

The New York State Insurance Department has approved revised tables of Excess Loss Pure Premium Factors, State Hazard Group Differentials and Retrospective Rating Pure Premium Development Factors to be effective October 1, 2011 for new and renewal business. These revisions also apply to policies under Three-Year Plans and Long-Term Construction Projects as of the first normal anniversary date on or after October 1, 2011.

Revised Table E, Pages 1 and 2 of the New York Retrospective Rating Plan Manual, containing the approved rating factors, are attached.

With respect to the Retrospective Rating Plan, the Rating Board calculated Loss Conversion Factor is 1.180, the derivation of which can be found on Exhibit F of the recently approved loss cost filing.

In addition, consistent with actions taken in other jurisdictions, the table of federal excess loss factors (Table F) is eliminated effective October 1, 2011. Rule 1.2.e of the Retrospective Rating Plan Manual contains the appropriate rules for determining excess factors for federal coverage. A new Table F manual page containing reference to Rule 1.2.e is attached.

Furthermore, in conjunction with the establishment of classification codes 8068, Art Gallery, and 8069, Cell Phone Store, the Table of Classifications by Hazard Group (Table D) is revised to include these new codes.

The revised manual pages will shortly be updated in the on-line version of the New York Retrospective Rating Plan Manual.

Very truly yours,

Monte Almer

President

★ EXCESS LOSS PURE PREMIUM FACTORS

Per Accident Limitation	Hazard Group						
	<u>A</u>	<u>B</u>	<u>C</u>	<u>D</u>	<u>E</u>	<u>F</u>	<u>G</u>
\$ 25,000	.733	.749	.785	.807	.825	.857	.874
30,000	.705	.722	.760	.784	.804	.839	.857
35,000	.679	.697	.738	.763	.785	.822	.842
40,000	.656	.675	.718	.744	.767	.807	.828
50,000	.616	.636	.682	.710	.735	.779	.802
75,000	.538	.559	.610	.642	.671	.721	.749
100,000	.480	.502	.555	.589	.620	.675	.706
125,000	.434	.456	.511	.546	.578	.636	.670
150,000	.396	.419	.474	.510	.543	.603	.639
175,000	.365	.387	.442	.479	.512	.574	.611
200,000	.338	.360	.415	.451	.485	.548	.586
225,000	.315	.336	.391	.427	.462	.525	.564
250,000	.294	.316	.369	.406	.440	.504	.544
275,000	.276	.297	.350	.386	.421	.485	.525
300,000	.260	.281	.333	.369	.403	.468	.508
325,000	.245	.266	.317	.353	.387	.452	.492
350,000	.232	.252	.303	.338	.372	.437	.478
375,000	.220	.240	.290	.325	.358	.423	.464
400,000	.209	.228	.277	.312	.345	.409	.451
425,000	.200	.218	.266	.300	.333	.397	.439
450,000	.190	.209	.256	.289	.322	.386	.427
475,000	.182	.200	.246	.279	.312	.375	.416
500,000	.174	.191	.237	.270	.302	.365	.406
600,000	.148	.164	.206	.237	.268	.329	.370
700,000	.127	.142	.181	.211	.240	.299	.339
800,000	.111	.125	.162	.189	.217	.274	.314
900,000	.098	.111	.145	.171	.198	.253	.292
1,000,000	.087	.099	.131	.156	.181	.234	.272
2,000,000	.037	.043	.061	.077	.093	.131	.160
3,000,000	.021	.025	.037	.047	.058	.086	.109
4,000,000	.014	.017	.025	.032	.041	.062	.080
5,000,000	.011	.013	.018	.024	.030	.047	.062
6,000,000	.009	.010	.014	.018	.024	.037	.050
7,000,000	.008	.009	.012	.015	.019	.030	.041
8,000,000	.007	.008	.010	.013	.016	.025	.035
9,000,000	.006	.007	.009	.011	.014	.022	.030
10,000,000	.006	.007	.008	.010	.012	.019	.026

★ HAZARD GROUP DIFFERENTIALS

<u>A</u>	<u>B</u>	<u>C</u>	<u>D</u>	<u>E</u>	<u>F</u>	<u>G</u>
1.487	1.251	1.108	.975	.853	.655	.525

★ EXCESS LOSS AND ALLOCATED EXPENSE PURE PREMIUM FACTORS

Per Accident Limitation	Hazard Group						
	<u>A</u>	<u>B</u>	<u>C</u>	<u>D</u>	<u>E</u>	<u>F</u>	<u>G</u>
\$ 25,000	.758	.773	.807	.827	.844	.873	.888
30,000	.732	.748	.784	.805	.824	.856	.873
35,000	.708	.725	.763	.786	.806	.841	.859
40,000	.686	.704	.744	.768	.790	.826	.846
50,000	.648	.666	.710	.737	.760	.800	.822
75,000	.572	.593	.642	.672	.699	.747	.773
100,000	.515	.537	.589	.621	.651	.703	.732
125,000	.469	.492	.545	.580	.611	.666	.698
150,000	.432	.454	.509	.544	.576	.635	.668
175,000	.400	.423	.478	.514	.547	.607	.642
200,000	.373	.395	.450	.487	.520	.582	.618
225,000	.349	.371	.426	.463	.497	.559	.597
250,000	.328	.350	.405	.441	.475	.539	.577
275,000	.309	.331	.385	.422	.456	.520	.559
300,000	.292	.314	.367	.404	.438	.503	.542
325,000	.277	.298	.351	.388	.422	.487	.526
350,000	.263	.284	.337	.373	.407	.472	.512
375,000	.251	.271	.323	.359	.393	.458	.498
400,000	.239	.259	.310	.346	.380	.445	.485
425,000	.229	.248	.299	.334	.368	.432	.473
450,000	.219	.238	.288	.323	.356	.421	.462
475,000	.210	.229	.278	.312	.345	.410	.451
500,000	.201	.220	.268	.302	.335	.399	.441
600,000	.173	.190	.235	.268	.300	.363	.404
700,000	.150	.166	.209	.240	.271	.332	.373
800,000	.132	.147	.188	.217	.247	.307	.347
900,000	.118	.132	.170	.198	.227	.284	.324
1,000,000	.106	.119	.154	.182	.209	.265	.304
2,000,000	.047	.054	.075	.093	.112	.153	.185
3,000,000	.027	.032	.046	.058	.072	.104	.129
4,000,000	.018	.021	.031	.040	.051	.076	.097
5,000,000	.014	.016	.023	.030	.038	.058	.076
6,000,000	.011	.012	.018	.023	.030	.046	.061
7,000,000	.009	.010	.015	.019	.024	.038	.051
8,000,000	.008	.009	.012	.016	.020	.032	.043
9,000,000	.007	.008	.011	.014	.017	.027	.037
10,000,000	.007	.007	.010	.012	.015	.024	.032

★ RETROSPECTIVE RATING PURE PREMIUM DEVELOPMENT FACTORS

<u>With Loss Limit</u>			<u>Without Loss Limit</u>			
<u>1st Adj</u>	<u>2nd Adj</u>	<u>3rd Adj</u>	<u>1st Adj</u>	<u>2nd Adj</u>	<u>3rd Adj</u>	<u>4th and Subsequent Adjustment</u>
.28	.16	.08	.55	.37	.24	.00

Original Printing

Effective October 1, 2011

★ **EXCESS LOSS PURE PREMIUM FACTORS FOR FEDERAL COVERAGE**

Refer to Rule 1.2.e for appropriate excess loss pure premium factor procedure for federal coverage.

TABLE OF CLASSIFICATIONS BY HAZARD GROUP

CLASS CODE	HAZARD GROUP	CLASS CODE	HAZARD GROUP	CLASS CODE	HAZARD GROUP	CLASS CODE	HAZARD GROUP
8008	B	8265	F	8838	C	9089	B
8012	B	8280	F	8840	C	9093	B
8013	C	8288	E	8854	C	9101	C
8016	C	8291	D	8857	D	9102	C
8017	B	8292	C	8864	C	9149	C
8018	C	8293	E	8865	C	9157	C
8021	F	8350	F	8866	C	9158	D
8025	C	8353	E	8868	B	9159	B
8031	C	8381	D	8869	B	9160	D
8032	C	8382	D	8871	B	9178	A
8033	C	8385	D	8901	B	9179	C
8034	C	8391	D	9014	C	9180	E
8039	B	8392	C	9015	C	9182	C
8043	C	8394	C	9016	B	9186	F
8044	D	8500	E	9019	C	9220	D
8046	C	8601	D	9025	E	9402	E
8047	B	8709	G	9026	D	9403	F
8048	C	8719	G	9027	C	9410	C
★ 8068	B	8720	D	9028	D	9501	D
★ 8069	B	8726	E	9029	C	9505	D
8072	B	8731	D	9030	E	9519	C
8090	C	8742	E	9040	C	9521	E
8102	B	8745	D	9044	B	9522	C
8103	D	8747	D	9048	C	9526	F
8105	B	8748	D	9051	C	9527	E
8106	D	8751	D	9052	B	9534	F
8107	E	8755	E	9055	B	9539	F
8111	D	8800	A	9058	A	9545	F
8116	C	8802	C	9059	B	9549	F
8199	C	8803	C	9060	B	9552	E
8209	C	8809	D	9061	B	9553	E
8215	E	8810	C	9063	B	9585	C
8227	G	8820	D	9065	B	9586	B
8232	E	8829	D	9071	B	9600	B
8235	C	8831	C	9072	B	9610	E
8263	D	8832	C	9074	B	9620	D
8264	E	8833	C	9088	G		