



Minnesota Workers' Compensation
Insurers Association, Inc.
7701 France Avenue South • Suite 450
Minneapolis, MN 55435-3200

October 9, 2001

ALL ASSOCIATION MEMBERS

Circular Letter No. 01-1369

RE: NCCI Item R-1371—2001 Update to Retrospective Rating Parameters
Effective January 1, 2002

The Minnesota Department of Commerce has approved the captioned item effective January 1, 2002.

This item updates the Retrospective Rating Plan Expected Loss Ranges and the State and Hazard Groups Severity Relativities.

The 2001 Table of Expected Loss Ranges and State and Hazard Group differentials are shown on the attached exhibit. Updated Retrospective Rating Plan Manual pages will be published by the NCCI.

Please direct any questions you may have concerning this item to the Actuarial Services Department at (952) 897-1737 or by e-mailing our office at actuarial@mwcia.org.

A NOTICE TO MEMBERSHIP:

The Minnesota Department of Commerce requests that MWCIA remind its members that the above filing only applies automatically to insurance companies who have filed a Limited Power of Attorney with our Commerce Department. A properly executed Limited Power of Attorney authorizes MWCIA to make filings on behalf of individual insurance companies. Any insurance company who has not filed a Limited Power of Attorney must independently submit the changes represented in each filing item to the Minnesota Department of Commerce for their approval.

RETROSPECTIVE RATING PLAN

2001 - Table Of Expected Loss Ranges

The following Table of Expected Loss Ranges is effective January 1, 2002

Expected Loss Group	Range Rounded Values		Expected Loss Group	Range Rounded Values		Expected Loss Group	Range Rounded Values	
95	430	671	65	36053	38938	35	449651	504854
94	672	994	64	38939	42056	34	504855	566837
93	995	1312	63	42057	45422	33	566838	646366
92	1313	1735	62	45423	49058	32	646367	742956
91	1736	2257	61	49059	52985	31	742957	853981
90	2258	2725	60	52986	57238	30	853982	981599
89	2726	3290	59	57239	61888	29	981600	1166840
88	3291	3819	58	61889	66821	28	1166841	1395287
87	3820	4433	57	66822	71996	27	1395288	1668462
86	4434	5142	56	71997	77572	26	1668463	2056868
85	5143	5815	55	77573	83581	25	2056869	2617424
84	5816	6574	54	83582	90374	24	2617425	3330748
83	6575	7424	53	90375	97745	23	3330749	4256111
82	7425	8260	52	97746	105720	22	4256112	5446097
81	8261	9191	51	105721	114342	21	5446098	6968796
80	9192	10224	50	114343	123387	20	6968797	8917234
79	10225	11375	49	123388	133126	19	8917235	11410444
78	11376	12553	48	133127	143703	18	11410445	15651781
77	12554	13820	47	143704	156342	17	15651782	23148859
76	13821	15216	46	156343	170091	16	23148860	34236979
75	15217	16721	45	170092	185049	15	34236980	50636219
74	16722	18307	44	185050	202219	14	50636220	74890565
73	18308	20042	43	202220	221271	13	74890566	110762548
72	20043	21944	42	221272	242119	12	110762549	173385693
71	21945	23954	41	242120	266906	11	173385694	274365607
70	23955	26129	40	266907	294958	10	274365608	434156275
69	26130	28499	39	294959	325958	9	434156276	& over
68	28500	30900	38	325959	360215			
67	30901	33376	37	360216	400481			
66	33377	36052	36	400482	449650			

State and Hazard Group Differentials

Effective January 1, 2002

Hazard Group I	Hazard Group II	Hazard Group III	Hazard Group IV
1.240	1.113	0.703	0.486