

SPECIAL ATTENTION – RATE FILING STAFF

September 26, 2003

ALL ASSOCIATION MEMBERS

Circular Letter No. 03-1406

RE: NCCI Item R-1385- 2003 Update to Retrospective Rating Parameters Effective December 1, 2003

NCCI is proposing that the Table of Expected Loss Ranges be updated for the trend in average size of loss. The last time such an update was made was in 2001. The Minnesota Workers' Compensation Insurers Association Board of Directors has approved the filing of this item and the Minnesota Department of Commerce (DOC) has approved our filing of this update to the Expected Loss Ranges in the Retrospective Rating Plan Manual, with an effective date of December 1, 2003.

Member carriers who have already submitted rate filings to the DOC, containing Expected Loss Ranges based on the current 2001 data, which have not yet been stamped approved by the DOC, do not need to re-file their entire rate filing. Rather, member carriers can update their filings with the December 1, 2003 Expected Loss Ranges data by submitting a substitute page with the applicable changes. The substitute page should be forwarded to the attention of Tammy Lohmann, Chief Workers' Compensation Analyst, at the DOC.

Member carriers who have not yet submitted rate filings to the DOC should use the updated Expected Loss Ranges in the Retrospective Rating Plan Manual, with an effective date of December 1, 2003.

The updated Expected Loss Ranges information will be issued in a circular letter in the near future.

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 <u>actuarial@mwcia.org</u>. Should you have any questions or need additional information concerning filing with the DOC, please contact Tammy Lohmann, Chief Workers' Compensation Analyst at 651.296.2327 or by e-mailing her at <u>tammy.lohmann@state.mn.us</u>.