

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

October 8, 2007

ALL ASSOCIATION MEMBERS

Circular letter 07-1519

RE: Direction on Foreign Terrorism Surcharge

It has been brought to our attention that some member carriers have questions on how to handle Terrorism Risk Insurance Extension Act of 2005 (**TRIEA**) as part of their rate filings for 2008 in Minnesota.

MWCIA Circular Letters No. 05-1469 and No. 05-1472 issued in the fall of 2005 outline the current method for handling **TRIEA**. These circular letters can be found on our website – www.mwcia.org.

MWCIA will continue to keep membership informed of additional developments. Please direct any questions you may have concerning this item to Craig Anderson, MWCIA Vice President of Actuarial Services at 952.897.6431 or by e-mail at craig.anderson@mwcia.org.

<u>Please Note</u>: Per discussions with the Department of Commerce, regardless of the status of the extension of TRIEA it is permissible to include a foreign terrorism surcharge in filings with effective dates of January 1, 2008 and thereafter. However, due to uncertainty as to the outcome, it may be advisable to label the surcharge as "Foreign Terrorism".