

October 21, 2015

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Workers Compensation Insurance

Increase to Premium Eligibility Threshold
for Experience Rating

A filing was submitted to the North Carolina Commissioner of Insurance on August 28, 2015 that proposed increasing the premium amounts required in order for an employer to be experience rated in North Carolina. This filing was approved by the Commissioner.

The premium eligibility guidelines are revised to:

- \$10,000 per Rule 2.A.2.a, and
- \$5,000 per Rule 2.A.2.b of the Experience Rating Plan Manual

The premium eligibility for the Assigned Risk Adjustment Program (ARAP) will remain tied to the premium eligibility for experience rating.

The increase to the premium eligibility thresholds will apply to all experience rated risks that have a rating date on or after April 1, 2016.

This filing was made in order to bring North Carolina thresholds more in line with neighboring states. Prior to this revision, the most recent change to these amounts was made April 1, 2007.

Updated pages for the Experience Rating Plan Manual will be published by NCCI.

Sincerely,

Joanna Biliouris

Chief Operating Officer

JB:dms

C-15-19