



Minnesota Workers' Compensation
Insurers Association, Inc.

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September 22, 2023

ALL ASSOCIATION MEMBERS

Circular Letter No. 23-1828

RE: 1-1-2024 Assigned Risk Rates

Deputy Commerce Commissioner Dreier issued a rate order on September 14, 2023 approving a decrease of the Assigned Risk Plan's total premium by 10.9% effective January 1, 2024. The following is an excerpt from the Deputy Commissioner's Order:

"ORDERED

1. That effective January 1, 2024, the Minnesota Workers' Compensation Assigned Risk Plan will use a pure premium multiplier of 2.15 to be applied uniformly to the pure premium base rates of the 2024 Minnesota Ratemaking Report of the MWCIA.
2. That the expense constant on each policy will be \$190.
3. That the policyholder surcharge for the Special Compensation Fund (SCF) assessments shall be 2.0% of premium.
4. That the policyholder surcharge for foreign and domestic terrorism coverage provided by the Terrorism Risk Insurance Program Reauthorization Act will be \$0.01 per \$100 of payroll.
5. That the average premium level, including surcharges, will decrease by 10.9%."

These rates have also been adjusted by the application of the Minnesota Contractors' Premium Adjustment Program.

The intent of this circular is to highlight only the items in the Assigned Risk Rate Schedule and Miscellaneous Values Pages that will change due to the Deputy Commissioner's Order. A schedule of the approved rates and miscellaneous values for the Assigned Risk Plan is attached for your convenience.

Please direct any questions you may have regarding this item by email to kathleen.peterson@mwcia.org.

MINNESOTA WORKERS' COMPENSATION

Assigned Risk Plan Rates
Effective New and Renewal January 1, 2024

<u>Class Code</u>	<u>1/1/2024 Assigned Risk Rate</u>	<u>Minimum Premium</u>	<u>Class Code</u>	<u>1/1/2024 Assigned Risk Rate</u>	<u>Minimum Premium</u>	<u>Class Code</u>	<u>1/1/2024 Assigned Risk Rate</u>	<u>Minimum Premium</u>
0005	3.93	288	2081	4.30	298	2883	4.32	298
0006	5.05	316	2089	5.57	329	2915	3.76	284
0008	3.55	279	2095	5.16	319	2916	3.89	287
0016	5.05	316	2105	4.69	307	2923	1.89	237
0034	5.35	324	2111	3.38	275	2960	5.03	316
0035	2.95	264	2121	2.17	244	3004	2.32	248
0042	7.31	373	2130	2.52	253	3018	4.49	302
0050	10.21	445	2131	2.73	258	3022	4.02	291
0079	3.55	279	2157	8.04	391	3027	2.86	262
0106	11.16	469	2172	2.02	241	3028	3.87	287
0113	5.35	324	2174	3.48	277	3030	6.08	342
0170	2.64	256	2211	9.95	439	3040	7.57	379
0251	4.26	297	2220	3.50	278	3042	5.65	331
0401	11.83	486	2288	4.79	310	3064	4.73	308
0908	270.15	460	2302	2.19	245	3066	4.58	305
0913	147.66	338	2305	6.36	349	3076	4.82	311
0917	4.43	301	2361	2.32	248	3081	5.59	330
1164	3.78	285	2362	2.32	248	3082	4.86	312
1165	2.37	249	2380	2.32	248	3085	4.36	299
1320	2.09	242	2388	2.32	248	3110	4.99	315
1322	11.74	484	2402	4.69	307	3111	3.23	271
1430	4.52	303	2413	2.32	248	3113	2.73	258
1438	5.70	333	2416	2.84	261	3114	3.96	289
1452	3.66	282	2417	2.32	248	3126	2.02	241
1463	9.16	419	2501	3.44	276	3131	3.16	269
1472	3.40	275	2503	2.32	248	3132	2.90	263
1624	3.55	279	2570	5.27	322	3145	2.60	255
1642	2.69	257	2585	5.10	318	3146	4.30	298
1654	3.55	279	2586	5.10	318	3169	2.62	256
1699	2.69	257	2587	2.86	262	3179	2.52	253
1701	2.69	257	2623	5.59	330	3180	2.97	264
1710	4.60	305	2651	2.82	261	3188	2.73	258
1747	3.46	277	2660	2.82	261	3220	1.94	239
1803	7.63	381	2686	2.82	261	3224	3.74	284
1924	2.92	263	2688	2.82	261	3227	4.58	305
1925	4.75	309	2702	14.45	551	3241	3.40	275
2002	4.43	301	2710	8.30	398	3255	2.34	249
2003	5.35	324	2714	4.15	294	3257	3.14	269
2014	6.24	346	2729	6.26	347	3300	5.27	322
2016	2.47	252	2731	4.00	290	3303	3.31	273
2021	6.30	348	2735	5.05	316	3307	3.31	273
2039	4.19	295	2759	7.20	370	3315	3.81	285
2041	3.85	286	2790	2.37	249	3334	2.75	259
2065	4.19	295	2802	5.98	340	3341	2.69	257
2070	4.19	295	2881	4.04	291	3365	6.24	346

MINNESOTA WORKERS' COMPENSATION

Assigned Risk Plan Rates
Effective New and Renewal January 1, 2024

<u>Class Code</u>	<u>1/1/2024 Assigned Risk Rate</u>	<u>Minimum Premium</u>	<u>Class Code</u>	<u>1/1/2024 Assigned Risk Rate</u>	<u>Minimum Premium</u>	<u>Class Code</u>	<u>1/1/2024 Assigned Risk Rate</u>	<u>Minimum Premium</u>
3372	3.74	284	4114	3.14	269	4693	1.18	220
3373	4.86	312	4130	4.13	293	4703	2.09	242
3383	0.95	214	4131	3.81	285	4720	2.64	256
3385	0.95	214	4133	3.46	277	4740	1.03	216
3400	4.58	305	4150	0.95	214	4741	2.47	252
3507	3.68	282	4206	7.01	365	4751	2.95	264
3515	2.24	246	4207	3.44	276	4771	2.62	256
3548	1.14	219	4239	2.69	257	4777	3.61	280
3559	3.16	269	4240	3.44	276	4825	1.05	216
3574	1.03	216	4243	2.95	264	4828	2.88	262
3612	2.62	256	4244	3.27	272	4829	1.63	231
3620	3.63	281	4250	3.44	276	4902	2.26	247
3629	1.76	234	4251	5.44	326	4923	1.38	225
3632	3.83	286	4263	3.44	276	5020	7.91	388
3634	2.19	245	4273	2.60	255	5022	8.92	413
3635	1.98	240	4279	2.77	259	5037	14.68	557
3638	2.19	245	4283	1.98	240	5040	10.45	451
3642	1.72	233	4299	2.84	261	5057	5.55	329
3643	2.52	253	4304	2.84	261	5059	24.68	655
3647	3.46	277	4307	2.00	240	5102	7.74	384
3648	1.74	234	4314	6.56	354	5146	6.56	354
3681	1.14	219	4351	1.94	239	5160	2.75	259
3685	0.95	214	4352	1.94	239	5183	3.91	288
3719	1.70	233	4361	1.23	221	5188	5.70	333
3724	6.36	349	4410	3.85	286	5190	3.53	278
3726	5.35	324	4420	4.34	299	5191	1.44	226
3803	3.70	283	4432	1.96	239	5192	3.53	278
3807	2.64	256	4452	3.23	271	5213	9.61	430
3808	5.46	327	4459	3.57	279	5215	6.92	363
3821	9.42	426	4470	2.39	250	5221	8.51	403
3822	4.56	304	4484	3.53	278	5222	10.56	454
3824	5.85	336	4493	2.62	256	5348	6.73	358
3826	0.95	214	4511	0.58	205	5403	8.36	399
3827	2.24	246	4557	2.88	262	5437	13.37	524
3830	1.44	226	4558	2.24	246	5445	6.88	362
3851	2.04	241	4568	2.80	260	5462	10.38	450
3881	4.71	308	4581	1.12	218	5472	12.62	506
4000	9.05	416	4583	5.50	328	5473	12.53	503
4021	4.45	301	4611	1.63	231	5474	8.62	406
4024	4.84	311	4635	3.70	283	5478	6.94	364
4034	7.68	382	4653	1.85	236	5479	9.44	426
4036	3.25	271	4665	12.15	494	5480	10.28	447
4038	3.18	270	4683	5.96	339	5491	3.70	283
4062	2.82	261	4686	2.54	254	5506	7.05	366
4112	0.49	202	4692	1.01	215	5507	7.14	369

MINNESOTA WORKERS' COMPENSATION

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5537	5.61	330	7403	5.31	323	8058	3.38	275
5538	11.46	477	7405	1.61	230	8072	0.73	208
5551	37.02	655	7420	4.41	300	8102	2.58	255
5606	1.63	231	7421	0.86	212	8103	3.10	268
5645	12.64	506	7422	2.30	248	8106	6.06	342
5649	5.48	327	7425	2.24	246	8107	3.31	273
5651	12.47	502	7431	2.30	248	8111	2.84	261
5703	24.66	655	7502	2.37	249	8116	3.42	276
5705	16.04	591	7515	1.03	216	8203	7.48	377
5951	1.42	226	7520	3.03	266	8204	5.85	336
6003	7.85	386	7538	5.61	330	8209	4.36	299
6204	9.48	427	7539	1.74	234	8215	4.88	312
6213	2.67	257	7540	3.42	276	8227	5.07	317
6216	7.14	369	7580	3.10	268	8232	4.60	305
6217	5.53	328	7590	4.49	302	8233	4.09	292
6229	5.07	317	7600	6.30	348	8235	7.55	379
6233	3.14	269	7601	10.23	446	8263	6.60	355
6235	5.33	323	7605	1.44	226	8264	7.98	390
6236	6.15	344	7610	0.54	204	8265	6.56	354
6237	0.45	201	7705	5.27	322	8279	9.70	433
6248	9.29	422	7706	4.75	309	8280	8.26	397
6251	6.79	360	7708	32.27	222	8285	11.46	477
6252	5.35	324	7720	2.77	259	8291	4.58	305
6306	7.74	384	7855	8.43	401	8292	4.95	314
6319	3.27	272	8001	2.77	259	8293	9.89	437
6325	5.48	327	8002	1.89	237	8304	7.53	378
6400	8.11	393	8006	2.52	253	8350	7.98	390
6504	3.83	286	8008	1.55	229	8353	6.88	362
6811	4.19	295	8013	0.49	202	8380	3.38	275
6834	3.57	279	8015	0.86	212	8381	2.02	241
6836	3.57	279	8017	1.89	237	8385	2.90	263
6854	4.11	293	8018	4.49	302	8392	2.64	256
6882	3.59	280	8021	5.07	317	8393	3.38	275
6884	8.21	395	8029	2.19	245	8395	3.38	275
7219	8.43	401	8031	2.58	255	8500	7.53	378
7222	6.11	343	8032	2.60	255	8601	0.45	201
7225	6.84	361	8033	2.67	257	8606	2.02	241
7230	9.07	417	8034	3.53	278	8719	2.52	253
7231	9.07	417	8036	2.34	249	8720	1.27	222
7232	10.45	451	8039	2.88	262	8721	0.34	199
7360	6.49	352	8044	3.55	279	8723	0.13	193
7370	5.65	331	8045	0.86	212	8742	0.34	199
7380	7.63	381	8047	1.35	224	8745	4.77	309
7382	5.40	325	8048	3.53	278	8748	0.67	207
7390	6.75	359	8052	3.53	278	8800	1.89	237

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8803	0.06	192	9179	8.97	414			
8810	0.15	194	9180	5.93	338			
8820	0.15	194	9182	3.23	271			
8824	3.93	288	9186	16.36	599			
8825	2.56	254	9220	5.76	334			
8826	3.10	268	9402	8.90	413			
8829	2.15	244	9403	8.90	413			
8830	4.56	304	9410	2.95	264			
8831	1.83	236	9501	3.38	275			
8832	0.39	200	9516	3.23	271			
8833	1.33	223	9519	3.85	286			
8835	1.66	232	9521	5.16	319			
8842	2.32	248	9522	5.12	318			
8844	1.46	227	9534	6.45	351			
8845	1.44	226	9539	9.05	416			
8855	0.11	193	9554	11.65	481			
8856	0.60	205	9586	0.82	211			
8864	1.87	237	9600	5.12	318			
8868	0.58	205	9620	1.51	228			
8869	1.05	216						
8901	0.17	194						
9012	0.97	214						
9014	3.87	287						
9015	3.87	287						
9016	3.25	271						
9033	2.80	260						
9040	3.83	286						
9044	1.57	229						
9052	2.47	252						
9054	3.05	266						
9058	2.47	252						
9060	1.83	236						
9061	1.42	226						
9062	1.76	234						
9063	1.12	218						
9082	1.55	229						
9083	1.53	228						
9084	1.63	231						
9088	5.93	338						
9093	1.59	230						
9101	5.50	328						
9102	3.66	282						
9154	2.06	242						
9156	2.75	259						
9178	5.93	338						

MINNESOTA WORKERS' COMPENSATION

Assigned Risk Plan Rates
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<u>Class</u> <u>Code</u>	<u>1/1/2024</u> <u>Assigned</u> <u>Risk Rate</u>	<u>Minimum</u> <u>Premium</u>
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"S" Codes

6845S	6.79	360
7309S	5.35	324
7313S	2.11	243
7317S	2.75	259
7327S	16.36	599
8726S	1.70	233
9077S	0.84	211

"F" Codes

6801F	7.01	365
6824F	8.32	398
6826F	5.16	319
6843F	18.02	641
6845F	11.27	472
6872F	8.92	413
6874F	31.20	655
7309F	8.56	404
7313F	8.49	402
7317F	6.58	355
7327F	31.07	655
7350F	7.14	369
8709F	5.63	331
8726F	9.27	422
9077F	6.62	356

<u>Class</u> <u>Code</u>	<u>1/1/2024</u> <u>Assigned</u> <u>Risk Rate</u>	<u>Minimum</u> <u>Premium</u>
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Maritime and Federal Codes

6702	10.26	447
6703	16.68	607
6704	11.33	473
7016	7.29	372
7024	8.08	392
7038	3.53	278
7046	7.87	387
7047	8.82	411
7050	4.28	297
7090	3.93	288
7098	8.75	409
7099	9.55	429
7151	6.58	355
7152	10.71	458
7153	7.27	372
7333	10.99	465
7335	12.21	495
7337	13.31	523
7394	7.22	371
7395	8.02	391
7398	8.75	409
8734	0.45	201
8737	0.41	200
8738	0.67	207
8805	0.22	196
8814	0.19	195
8815	0.30	198

<u>Class</u> <u>Code</u>	<u>1/1/2024</u> <u>Assigned</u> <u>Risk Rate</u>	<u>Minimum</u> <u>Premium</u>
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MINNESOTA WORKERS' COMPENSATION

Assigned Risk Plan Rates
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Miscellaneous Values

Expense Constant applicable to all policies	\$190	
Maximum Individual Remuneration applicable to:		
- executive officers, partners and sole proprietors in connection with <i>Minnesota Basic Manual</i> Rule 2-E-1-b and Rule 2-E-3-a - members/owners of a Limited Liability Company in connection with <i>Minnesota Basic Manual</i> Rule 2-e-2-b - Code 9178—"Athletic Sports or Park: Non-Contact Sports" - Code 9179—"Athletic Sports or Park: Contact Sports"	\$5,348	
Minimum Individual Remuneration applicable to:		
- executive officers, partners and sole proprietors in connection with <i>Minnesota Basic Manual</i> Rule 2-E-1-b and Rule 2-E-3-a - members/owners of a Limited Liability Company in connection with <i>Minnesota Basic Manual</i> Rule 2-E-2-b	\$1,337	
Minimum Remuneration for Spouse, Parent or Child Elections		
If a parent, spouse or child of an individual sole proprietor or a partner of a partnership or an executive officer of a closely held corporation, who is eligible for coverage under 176.041, is employed by such entity to perform work in connection with the operations of the employer and for whom coverage has been elected in writing, the actual payroll of such spouse, parent or child as indicated in the insured's records shall be included in the basis of premium computation subject to a minimum amount per each week actually worked (a part of a week shall be considered a full week). There is no maximum.	\$401	
United States Longshore and Harbor Workers' Compensation Coverage Percentage applicable only in connection with <i>Minnesota Basic Manual Rule 3-A-4-b</i> (Multiply a Non-F classification rate by a factor of 1.47)		
	47%	
Terrorism per \$100 of payroll	\$0.01	
Minnesota Special Compensation Fund Assessment	2.0%	
Limits of Employers Liability		
Standard:		
Bodily Injury by Accident	\$100,000 Each Accident	
Bodily Injury by Disease:	\$500,000 Policy Limit	
Bodily Injury by Disease:	\$100,000 Each Employee	
Increased Limits to:		
Bodily Injury by Accident	\$500,000 Each Accident	1% of the total premium or \$50, whichever is greater
Bodily Injury by Disease:	\$500,000 Policy Limit	
Bodily Injury by Disease:	\$500,000 Each Employee	
Increased Limits to:		5% of the total premium or \$150, whichever is greater
Bodily Injury by Accident	\$1,000,000 Each Accident	
Bodily Injury by Disease:	\$1,000,000 Policy Limit	
Bodily Injury by Disease:	\$1,000,000 Each Employee	

Taxicab Driver Payroll

When the payroll of taxicab drivers is not verifiable in the payroll records of the insured, the payroll of such drivers shall be established as 150% of the statewide average weekly wage extended for the period of employment during the policy term.

If the owner also rents or leases the vehicle, an additional premium will be charged for each leased or rented vehicle per policy year based on 100% of the statewide average weekly wage extended to an annual basis.

Experience Rating Eligibility

A risk is eligible for intrastate experience rating when the payrolls or other exposures developed in the last year or last two years of the experience period produced a premium of at least \$14,000. If more than two years, an average annual premium of at least \$7,000 is required. The **Minnesota Ratemaking Report** should be referenced for the latest approved eligibility amounts.

Merit Rating Eligibility

A risk is eligible for Minnesota merit rating when payrolls or other exposures developed within the rating period do not qualify an employer in the Minnesota Assigned Risk Plan for an experience modification factor. Refer to the **Minnesota Experience Rating Plan Manual** for information on the Minnesota Assigned Risk Plan Merit Rating Program.

Waiver of Subrogation

A risk may be eligible to request that the Waiver of Our Right To Recover Endorsement - WC 00 03 13 (waiver of subrogation) be applied to a specific job only. The risk must provide the Servicing Carrier with the following information: job location; a copy of the construction contract; duration of the job (including beginning date and ending date); a description of the work to be performed; the estimated payroll dollars expended on the job; the class code(s) of the employees on the job; and the number of employees on the job.

The inclusion of this endorsement will generate an additional premium charge of 5% of the payroll for the specific job times the appropriate classification rate(s), divided by 100; subject to a minimum premium charge of \$100.

Safety Program Rating Plan - Rule

The Safety Program Rating Plan is established pursuant to MN Statute 79.253. This plan is applicable to small employers insured in the Assigned Risk Plan. Assigned Risk policyholders meeting the following criteria are eligible for this program, as follows:

- Total estimated annual premium is less than \$15,000; AND
 - The premium rate for their governing classification code is in the top 25% of premium rates for all classification codes; OR
 - The Experience Modification Factor is 1.25 or higher.

The total net debit or credit produced by this rating plan is added to unity then applied multiplicatively to the risk's standard premium (i.e. after the application of the experience rating factor). The result is the risk's net premium.

Assigned Risk Plan policyholders subject to this plan shall receive an on-site safety inspection, provided by the Assigned Risk Plan, at no cost to the policyholder. The applicable credit or debit shall be based on the results of the on-site safety inspection, the recommendation(s) level for safety improvement and the employer's compliance with the recommendation(s).

Employers receiving Critical or Important Recommendations will receive a follow-up on-site safety inspection not less than sixty (60) days nor more than ninety (90) days following the issuance of the Recommendation Letter in order to confirm compliance with the recommendation(s). The credit or debit shall be applied at the time of the final payroll audit as follows:

<u>Recommendation Level</u>	<u>Disposition</u>	<u>Result</u>
Critical Recommendation(s)	Uncorrected	Cancellation
Critical Recommendation(s)	Corrected	10% Credit
Important Recommendation(s)	Uncorrected	5% Debit
Important Recommendation(s)	Corrected	5% Credit
Advisory Recommendation(s)	N/A	No Credit or Debit

The Recommendation levels are defined as follows:

- **Critical Recommendations** – These are recommendations related to a condition or practice creating a high potential for loss of life and/or severe bodily injury.
- **Important Recommendations** – These are recommendations related to conditions or practices that need improvement to make the risk more desirable from an insurance perspective, but do not create a high potential for loss of life and/or severe bodily injury.
- **Advisory Recommendations** – These are recommendations related to improvement to administrative functions and oversight, including the establishment of written safety programs and protocols.

Participation in the Safety Program Rating Plan is automatic for employers meeting the eligibility criteria. For additional information regarding this plan, inquiries should be directed to Sarah Woodward at the MWCARP by writing MWCARP – Attn: Safety Program Rating Plan; 5600 West 83rd Street, 8200 Tower, Suite 1100; Minneapolis, Minnesota 55437, by phone at 612-202-7192 or by email at mwcarpadministrator@aon.com.

Deductible Plan — Rule

The Minnesota Workers' Compensation Assigned Risk Plan will use the following deductible credits:

<u>Per Claim Medical Loss Deductible</u>	
<u>Deductible</u>	<u>Premium Credit</u>
\$250	1.2%
\$500	2.1%
\$1,000	3.6%
\$2,500	6.2%
\$5,000	9.0%
\$10,000	13.2%

Participation in MWCARP's Deductible Plan requires prior approval. For copies of the applications and complete rules, refer to MWCARP's website at www.mwcarp.org.
