



**THE WORKERS' COMPENSATION
RATING AND INSPECTION BUREAU OF MASSACHUSETTS**

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January 7, 1993

CIRCULAR LETTER NO. 1618

To All Members and Subscribers of the Bureau:

**REVISED MASSACHUSETTS TAKE-OUT CREDIT PROGRAM
EFFECTIVE JANUARY 1, 1993**

The Commissioner of Insurance has approved a Revised Massachusetts Take-Out Credit Program, which revises the Program that was approved by the Division of Insurance effective March 1, 1991. Reference is made to Circular Letter No. 1562 dated February 14, 1991 and Circular Letter No. 1564 dated March 29, 1991.

Under this revision, an insurer that removes a risk with a premium of \$150,000 or more from the Massachusetts Workers Compensation Assigned Risk Pool shall be eligible for a Take-Out Credit applicable to its residual market assessment base in accordance with the following schedule:

First Year	.75
Second Year	.62
Third Year	.50

The credits for risks taken out of the Pool prior to January 1, 1993 remain unchanged.

There will continue to be no credits given for taking risks out of the Pool being written on a large deductible plan.

The credits available for removing those risks between \$5500 and \$150,000 from the Pool will remain at 1.00 for each of three years.

For risks too small to be experience rated, the Take-Out Credit will be established by the Commissioner. We will advise further as details become available.

This revised Program is effective January 1, 1993.

NORMAN R. FONTAINE
Vice President of Industry Affairs