

THE WORKERS' COMPENSATION RATING AND INSPECTION BUREAU

Massachusetts Workers Compensation Assigned Risk Pool

November 17, 2006

MASSACHUSETTS WORKERS' COMPENSATION ASSIGNED RISK POOL

NOTICE TO POOL CARRIERS NO. 06-2 REVISION TO THE PAID LOSS RATIO INCENTIVE PROGRAM TO INCLUDE MARITIME AND USL&H EXPERIENCE

The Division of Insurance has approved revisions to the Paid Loss Ratio Incentive Program ("PLRIP"), which is part of the Massachusetts Assigned Risk Pool Plan of Operation, so that Maritime and United States Longshore & Harbor Workers experience is no longer excluded from the calculation of the servicing carriers' financial incentives and disincentives under the PLRIP.

The revisions are effective December 1, 2006 and will affect the calculation of PLRIP adjustments for PYs 2004 and subsequent. For those policy years with adjustments already under way (PYs 2000, 2001, 2002 and 2003), the Maritime and USL&HW data that was used in the most recent set of calculations will continue to be excluded in the remaining adjustments.

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