



*Massachusetts Workers' Compensation
Assigned Risk Pool*

July 2, 2024

**MASSACHUSETTS WORKERS' COMPENSATION
ASSIGNED RISK POOL**

SPECIAL BULLETIN NO. 06-24

UPDATED INFORMATION ON RESIDUAL MARKET SHARE

The information in this bi-monthly Special Bulletin is provided as an indicator of the directional movement of the "Residual Market Share" which, as used in this report, is defined as:

$$\text{Residual Market Share} = (\text{SC}_{\text{wp}} + \text{VDAC}_{\text{wp}}) / (\text{SC}_{\text{wp}} + \text{VDAC}_{\text{wp}} + \text{VOL}_{\text{wp}})$$

- SC_{wp}** - Servicing Carrier Written Premiums
- VDAC_{wp}** - Voluntary Direct Assignment Written Premiums
- VOL_{wp}** - Voluntary Written Premiums

The basis for the written premiums used in this report is the sum of Standard Premium plus ARAP plus Expense Constant as contained in the WCRIBMA's Policy File Information System which reflects reported estimated values as of policy issuance.

The estimated policy year ultimate residual market share for the 12 months ending April 30, 2024 is 12.5%.

12 Month Interval	Policy Counts		Written Premium (\$ thousands)		Development Factor		Estimated Ultimate Written Premium ± (\$ thousands)		Estimated Ultimate Residual Market Share
	Voluntary	Residual Market	Voluntary	Residual Market	Voluntary	Residual Market	Voluntary	Residual Market	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)=(4)x(6)	(9)=(5)x(7)	(10)=(9)/[(8)+9]
May-20 - Apr-21	216,790	43,692	1,154,886	206,822	1.050	1.050	1,212,631	217,164	15.2%
May-21 - Apr-22	230,242	42,327	1,257,862	209,293	1.050	1.050	1,320,755	219,758	14.3%
May-22 - Apr-23	245,166	39,558	1,342,575	205,502	1.050	1.050	1,409,704	215,778	13.3%
May-23 - Apr-24	249,963	37,249	1,287,022	186,537	1.066	1.050	1,372,043	195,779	12.5%

The estimated ultimate market shares for the March and April policy months of 2021 through 2024 are as follows.

Month (1)	Policy Counts		Written Premium (\$ thousands)		Development Factor		Estimated Ultimate Written Premium ± (\$ thousands)		Estimated Ultimate Residual Market Share (10)=(9)/[(8)+(9)]
	Voluntary (2)	Residual Market (3)	Voluntary (4)	Residual Market (5)	Voluntary (6)	Residual Market (7)	Voluntary (8)=(4)x(6)	Residual Market (9)=(5)x(7)	
Mar-21	14,373	3,832	79,255	14,095	1.050	1.050	83,218	14,800	15.1%
Mar-22	14,908	3,804	93,462	15,267	1.050	1.050	98,135	16,030	14.0%
Mar-23	15,985	3,592	98,992	16,041	1.069	1.047	105,811	16,795	13.7%
Mar-24	15,967	3,409	95,533	14,525	1.079	1.048	103,111	15,218	12.9%
Apr-21	14,762	3,906	101,831	19,050	1.050	1.050	106,923	20,003	15.8%
Apr-22	16,692	3,837	116,619	21,079	1.050	1.050	122,450	22,133	15.3%
Apr-23	16,949	3,538	123,601	20,640	1.075	1.046	132,881	21,580	14.0%
Apr-24	16,892	3,379	118,019	17,921	1.075	1.055	126,842	18,903	13.0%

± Estimated Ultimate Written Premium incorporates an estimate of subsequent audit premium as reflected in the development factor. Scheduled review and adjustments are being made to the development factors as a policy year develops.

Similar ratios calculated using written premium at the Annual Statement Basis as reported on the Aggregate Financial Calls would tend to be higher because of the impact of deviations and schedule rating.

Policy Year	Estimated Ultimate Residual Market Share	Calendar Year	Residual Market Share Based on Annual Statement Data
2020	15.4%	2020	17.9%
2021	14.4%	2021	17.5%
2022	13.6%	2022	17.2%
2023	12.7%	2023	15.2%

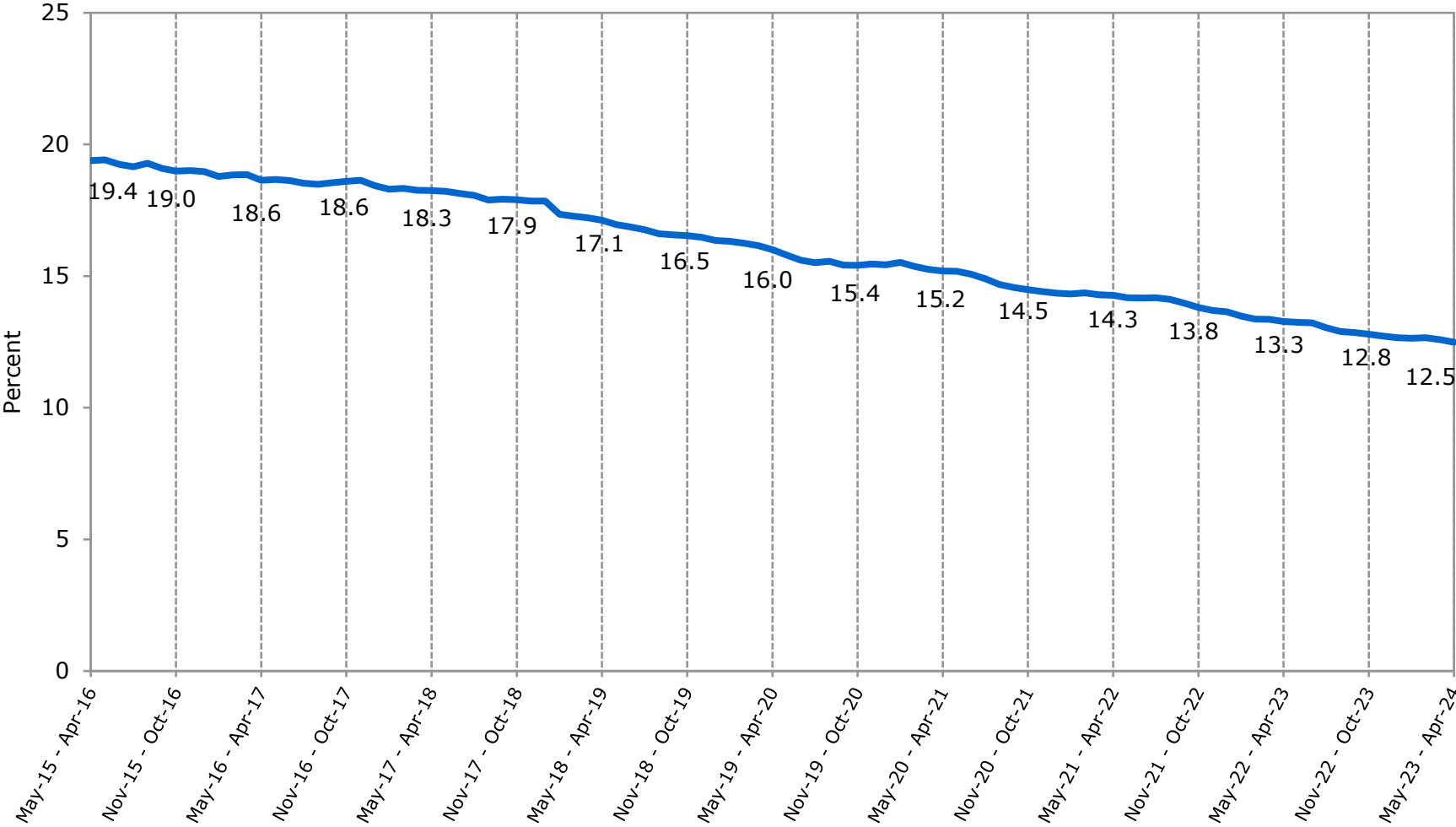
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Massachusetts Workers' Compensation Estimated Ultimate Residual Market Share - 12 Month Moving Average

(Servicing Carrier + VDAC) / (Servicing Carrier + VDAC + Voluntary)

Data as of 6/15/24



Massachusetts Workers' Compensation Estimated Ultimate Residual Market Share by Month

(Servicing Carrier + VDAC) / (Servicing Carrier + VDAC + Voluntary)
Data as of 6/15/24

