



*Massachusetts Workers' Compensation
Assigned Risk Pool*

August 21, 2024

**MASSACHUSETTS WORKERS' COMPENSATION
ASSIGNED RISK POOL**

SPECIAL BULLETIN NO. 08-24

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 June 30, 2024 is 12.4%.

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)]
Jul-20 - Jun-21	218,538	43,520	1,163,653	206,473	1.050	1.050	1,221,836	216,796	15.1%
Jul-21 - Jun-22	234,188	41,843	1,273,441	210,112	1.050	1.050	1,337,113	220,617	14.2%
Jul-22 - Jun-23	245,709	39,064	1,348,695	205,682	1.050	1.050	1,416,130	215,966	13.2%
Jul-23 - Jun-24	252,539	36,845	1,280,921	184,228	1.064	1.052	1,362,924	193,790	12.4%

The estimated ultimate market shares for the May and June 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)	
May-21	13,410	3,987	74,508	15,135	1.050	1.050	78,233	15,892	16.9%
May-22	15,056	3,742	83,725	15,304	1.050	1.050	87,911	16,069	15.5%
May-23	15,362	3,465	86,506	15,503	1.068	1.047	92,396	16,229	14.9%
May-24	16,114	3,264	81,145	14,391	1.078	1.058	87,439	15,229	14.8%
Jun-21	16,377	3,793	117,482	15,903	1.050	1.050	123,356	16,698	11.9%
Jun-22	18,660	3,554	123,483	16,604	1.050	1.050	129,657	17,434	11.9%
Jun-23	18,471	3,337	123,567	16,591	1.074	1.046	132,760	17,362	11.6%
Jun-24	19,549	3,138	119,738	14,876	1.072	1.059	128,405	15,755	10.9%

± 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.

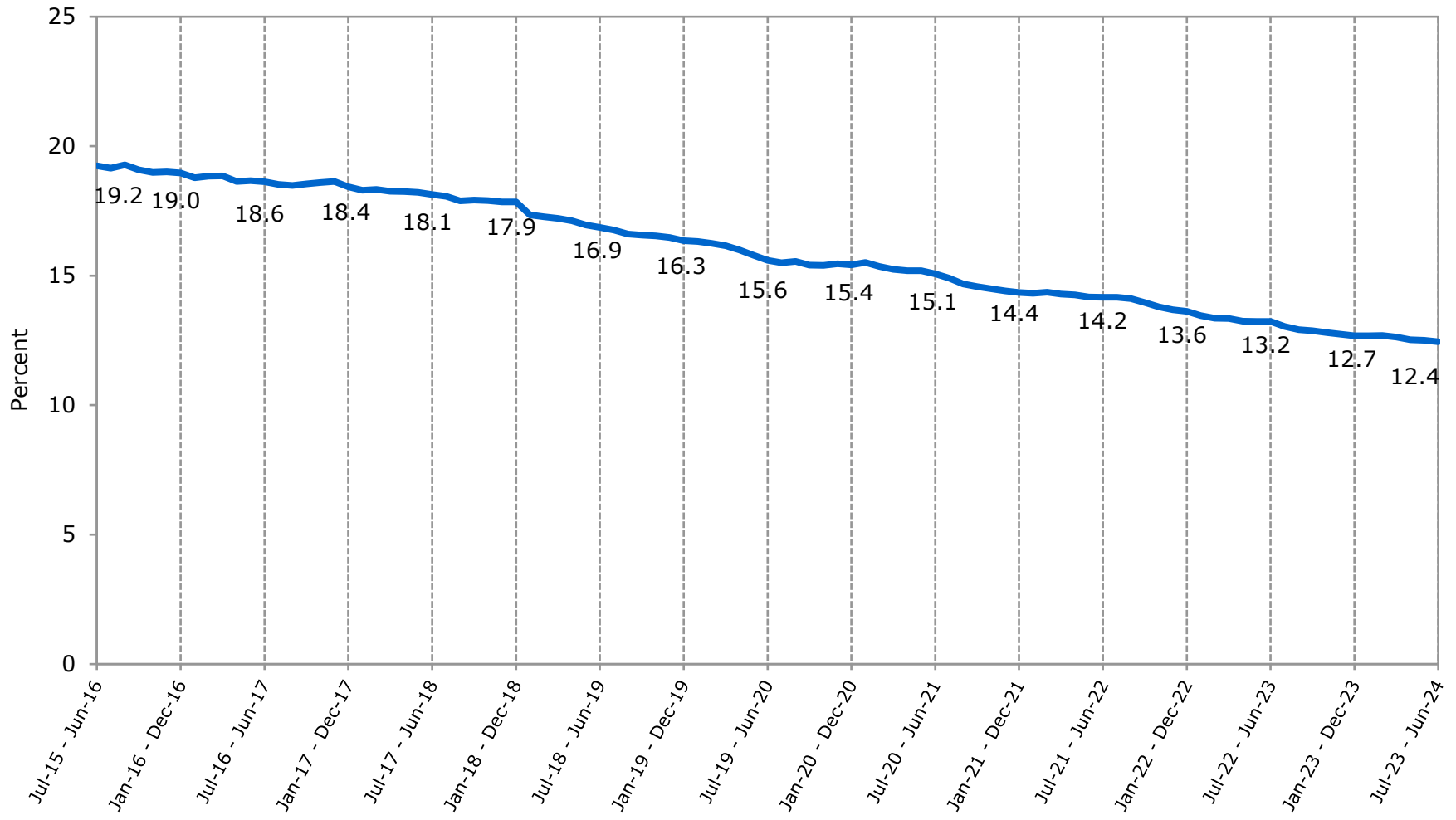
Policy Year	Estimated Ultimate Residual Market Share	Calendar Year	Residual Market Share Based on Annual Statement Data
2020	15.4%	2020	17.9%
2021	14.4%	2021	17.5%
2022	13.6%	2022	17.2%
2023	12.7%	2023	15.2%

Please contact Christine Cronin at 617-646-7544 or ccronin@wcribma.org or Laura Kirchberg at 617-646-7526 or lkirchberg@wcribma.org with any questions.

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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 8/15/24



Massachusetts Workers' Compensation Estimated Ultimate Residual Market Share by Month

(Servicing Carrier + VDAC) / (Servicing Carrier + VDAC + Voluntary)
Data as of 8/15/24

