



October 2, 2025

CIRCULAR LETTER NO. 2452

To All Members and Subscribers of the WCRIBMA:

BASIS OF PREMIUM – TAXICAB COMPANIES

**EFFECTIVE OCTOBER 1, 2025
APPLICABLE TO NEW AND RENEWAL BUSINESS**

The Basis of Premium entries for Code 7370 - "Taxicab Co." for taxicab operators without verifiable payroll records are shown on the Miscellaneous Values page of the Massachusetts Workers' Compensation & Employers Liability Insurance Manual.

The Basis of Premium for taxicab operators without verifiable payroll records in connection with an **employee operated vehicle** of a taxicab company is a function of the Statewide Average Weekly Wage (SAWW) and is calculated as follows:

Step 1: Initial Value = $150\% \times \text{SAWW} \times 52 \text{ weeks}$

Step 2: Basis of Premium equals the Initial Value rounded to the nearest \$100.

The Basis of Premium for taxicab operators without verifiable payroll records in connection with a **leased or rented vehicle** of a taxicab company is calculated as follows:

Step 1: Initial Value = $\text{SAWW} \times 52 \text{ weeks}$

Step 2: Basis of Premium equals the Initial Value rounded to the nearest \$100.

Effective October 1, 2025, the SAWW in the Commonwealth of Massachusetts is \$1,922.48. Consequently, the following Basis of Premium entries for taxicab operators without verifiable payroll records are:

Employee operated vehicles **\$150,000**

Leased or rented vehicles **\$100,000**

This change only affects new and renewal business effective on or after October 1, 2025.

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