



*Massachusetts Workers' Compensation
Assigned Risk Pool*

February 28, 2025

**MASSACHUSETTS WORKERS' COMPENSATION
ASSIGNED RISK POOL**

SPECIAL BULLETIN NO. 03-25

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 December 31, 2024 is 12.3%.

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)]
Jan-21 - Dec-21	226,802	42,812	1,218,192	203,784	1.050	1.050	1,279,102	213,973	14.3%
Jan-22 - Dec-22	238,920	40,498	1,317,823	208,032	1.050	1.050	1,383,714	218,433	13.6%
Jan-23 - Dec-23	250,101	37,736	1,324,731	193,750	1.050	1.050	1,390,967	203,438	12.8%
Jan-24 - Dec-24	255,084	35,962	1,244,361	176,077	1.059	1.052	1,317,386	185,288	12.3%

The estimated ultimate market shares for the November and December 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)	
Nov-21	11,934	3,027	78,638	12,813	1.050	1.050	82,570	13,454	14.0%
Nov-22	12,560	2,854	84,082	11,815	1.050	1.050	88,286	12,406	12.3%
Nov-23	15,052	2,672	82,198	10,610	1.061	1.048	87,237	11,118	11.3%
Nov-24	12,726	2,565	76,409	9,351	1.065	1.067	81,400	9,973	10.9%
Dec-21	12,877	2,890	96,964	13,965	1.050	1.050	101,812	14,663	12.6%
Dec-22	13,504	2,763	101,745	13,917	1.050	1.050	106,832	14,613	12.0%
Dec-23	13,458	2,509	95,435	12,544	1.066	1.048	101,768	13,149	11.4%
Dec-24	14,306	2,356	86,195	10,230	1.064	1.070	91,743	10,944	10.7%

± 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
2021	14.3%	2021	17.5%
2022	13.6%	2022	17.2%
2023	12.8%	2023	15.2%
2024	12.3%	2024	N/A

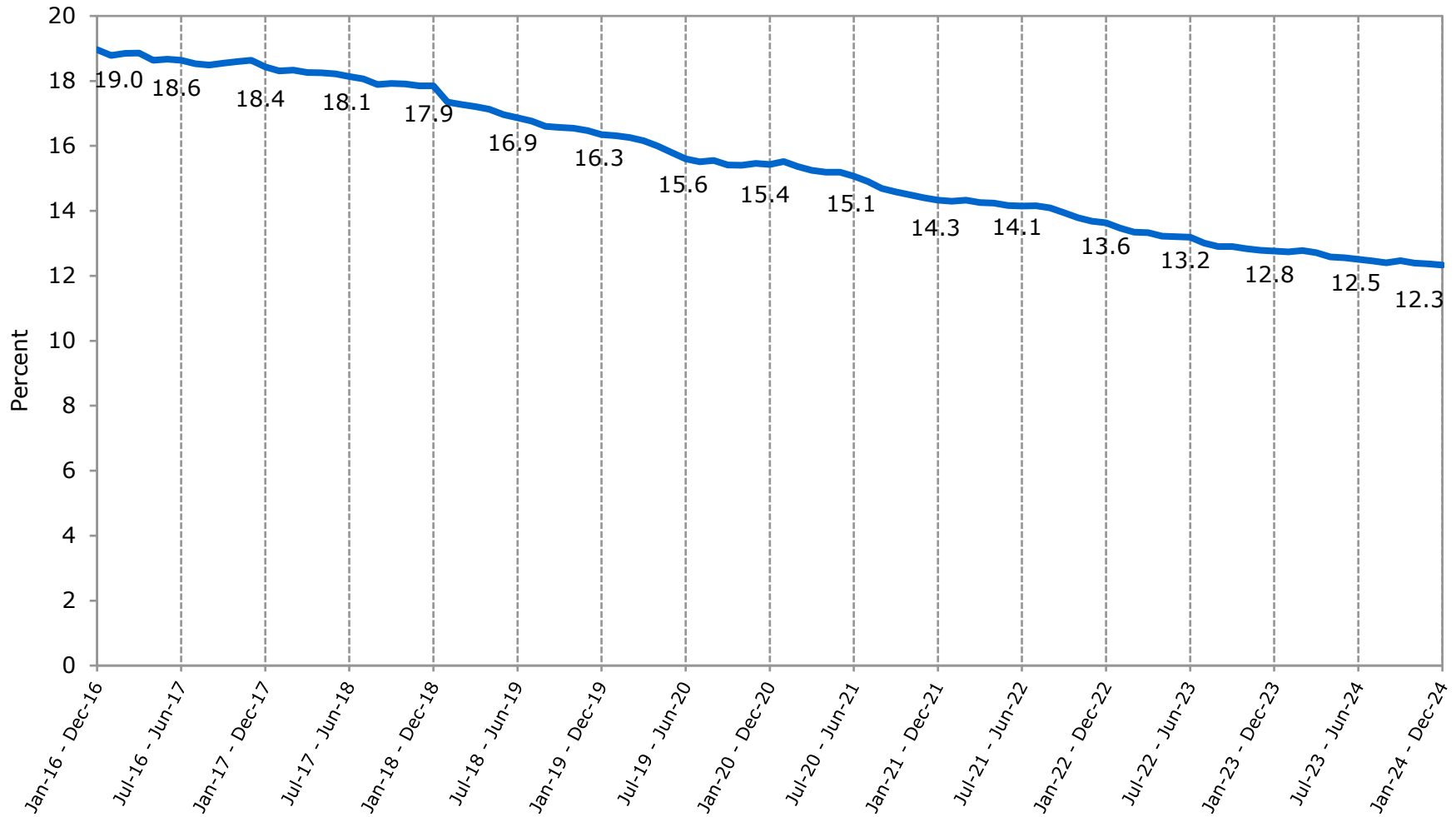
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Massachusetts Workers' Compensation Estimated Ultimate Residual Market Share - 12 Month Moving Average

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

Data as of 2/15/25



Massachusetts Workers' Compensation Estimated Ultimate Residual Market Share by Month

(Servicing Carrier + VDAC) / (Servicing Carrier + VDAC + Voluntary)
Data as of 2/15/25

