

GENERAL CIRCULAR LETTER 480 – AUGUST 2, 2005

PROCEEDINGS OF THE WISCONSIN RATING COMMITTEE

TO: MEMBERS OF THE BUREAU

FROM: Donna Knepper

RE: Domestic Terrorism, Earthquakes, and Catastrophic Industrial Accidents (DTEC)

On November 1, 2004, WCRB filed an overall risk rate of \$0.01 per \$100 of payroll for DTEC coverage. This filing was disapproved by the Office of the Commissioner of Insurance.

As a result of a discussion with the OCI and approval by the Rating Committee, the proposed charge for DTEC coverage has been incorporated into the annual rate revision. The following has been approved for DTEC coverage:

- A DTEC charge of \$0.00 or \$0.01 per \$100 payroll. Carriers are required to apply the charge uniformly to all worker's compensation business. Carriers charging the \$0.01 charge must report the premium under Item 4. of the Information Page.
- WWCIP servicing carriers will be required to charge \$0.01 per \$100 payroll for any business serviced on behalf of the Pool.
- DTEC premium is applied after standard premium and is not subject to any other modifications including, but not limited to, premium discount, experience rating, or retrospective rating.
- Policies issued on an "If Any" basis will not be charged a premium for DTEC coverage.
- Per capita premium is not subject to DTEC charges.
- Carriers charging premium for DTEC coverage must add the Domestic Terrorism, Earthquakes, and Catastrophic Industrial Accidents Premium Endorsement WC 00 04 21.
- DTEC premium must be reported under Unit Statistical Code 9741.

This filing is effective October 1, 2005, applicable to new and renewal business only.