



Wisconsin Compensation Rating Bureau

CIRCULAR LETTER 3046 – NOVEMBER 10, 2009

TO: Members of the Bureau
FROM: Donna Knepper
RE: NCCI Proposal Item B-1412 Revision to Basic Manual Classifications & Appendix E – Classifications by Hazard Group

Pursuant to ch 626, Wis. Stats., the State of Wisconsin, Office of the Commissioner of Insurance has advised that the action taken by the Governing Board has been approved.

The following revisions are approved effective October 1, 2011, applicable for new and renewal business only:

1. Film Exchange

- Discontinue code 4362 Motion Picture-Film Exchange & Projection Rooms, Clerical and assign this exposure to code 4360 Motion Picture-Development of Negatives, Printing and All Subsequent Operations.
- Amend the note under code 4360 to clarify the inclusion of digital media processing and editing, as well as marketing through film exchanges, whether performed by a contractor or the production company.

Given the small size of code 4362, the experience of both codes will be combined to create the new rate for code 4360.

	CURRENT PHRASEOLOGY	PROPOSED PHRASEOLOGY
4362	MOTION PICTURE FILM EXCHANGE & PROJECTION ROOMS, CLERICAL (Applies to film exchanges not located at motion picture studios.)	MOTION PICTURE FILM EXCHANGE & PROJECTION ROOMS, CLERICAL (Applies to film exchanges not located at motion picture studios.)
	FILM EXCHANGE & CLERICAL (Includes projection rooms. Film exchanges located at motion picture studios to be separately rated as Code 4360-Motion picture.)	FILM EXCHANGE & CLERICAL (Includes projection rooms. Film exchanges located at motion picture studios to be separately rated as Code 4360-Motion picture.)
		Discontinue effective 10-1-11. Reassign exposure to code 4360

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4360	MOTION PICTURE DEVELOPMENT OF NEGATIVES, PRINTING, AND ALL SUBSEQUENT OPERATIONS (Marketing of the product through film exchanges at locations other than the studio to be separately rated as Code 4362-Motion picture-film exchange.)	MOTION PICTURE DEVELOPMENT OF NEGATIVES, PRINTING, AND ALL SUBSEQUENT OPERATIONS (Marketing of the product through film exchanges at locations other than the studio to be separately rated as Code 4362-Motion picture-film exchange.) <u>Digital media processing and editing, as well as marketing through film exchanges, are included under Code 4360, whether performed by a contractor or the production company.</u>
	DUPLICATION AND REPLICATION SERVICE OF PRERECORDED AUDIO, VIDEO OR DATA	DUPLICATION AND REPLICATION SERVICE OF PRERECORDED AUDIO, VIDEO OR DATA

2. Lacquer or Spirit Varnish Manufacturing, Oleoresinous Varnish Manufacturing and Paint Manufacturing

- Discontinue code 4561 Varnish Mfg – Oleo-Resinous and assign this exposure to code 4439 Lacquer or Spirit Varnish Mfg.
- Amend or delete various analogies for code 4439 to clarify the scope of the classification.

Given circumstances involving classification size and the two classifications' current rates, the Board further recommended developing code 4439's rate using the combined experience of both 4439 and 4561 and waiving the application of swing limits to the newly calculated rate.

	CURRENT PHRASEOLOGY	PROPOSED PHRASEOLOGY
4561	VARNISH MFG OLEO-RESINOUS (MFG of solvents, spirit varnishes, lacquers, or dopes to be separately rated.)	VARNISH MFG OLEO-RESINOUS (MFG of solvents, spirit varnishes, lacquers, or dopes to be separately rated.)
	RESIN MFG	RESIN MFG

4439	LACQUER OR SPIRIT VARNISH MFG (Includes mixing of thinners or solvents but not nitrocellulose MFG Assign risks engaged in the MFG of nitrocellulose, thinners, or solvents to the appropriate chemical Code 4828 or 4829.)	LACQUER OR SPIRIT VARNISH MFG VARNISH MANUFACTURING (Includes mixing of thinners or solvents but not nitrocellulose <u>manufacturing</u> MFG.– Assign risks <u>that manufacture</u> nitrocellulose, thinners, or solvents to the appropriate chemical <u>classification</u>, Code 4828 or <u>Code 4829.</u>)
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The following proposal was **NOT** adopted:

3. Superstores and Warehouse Clubs

- Create a new code, 8037 Store-Superstores and Warehouse Clubs.
- Amend the current department store class, 8039 Store-Department-Retail, to raise the minimum annual payroll threshold from \$400,000 to \$650,000 to qualify for its use.