Located at 20700 Swenson Drive, Suite 100, Waukesha, WI 53186



CIRCULAR LETTER 3053 – FEBRUARY 2, 2010

TO: Members of the Bureau

FROM Donna Knepper

NCCI Proposal Item B-1417 - Revisions to Basic Manual Classifications and RE:

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 changes to the following three industries have been approved effective October 1, 2011, applicable to new and renewal business.

1. Construction Yard

- Revise the phraseology for code 8227 Construction or Erection Permanent Yard to include incidental pickup or delivery of parts and to provide clarification regarding the division of payroll of an individual employee's payroll during a single day.
- Amend Basic Manual rules which cite key employees, including superintendents, construction executives, etc.

CONSTRUCTION OR ERECTION 8227 **PERMANENT YARD** (Applies only to a permanent vard maintained by a construction or erection risk for the storage of material or the storage and maintenance of equipment. Not available at a construction site. Mill operations or fabrication to be separately rated.)

PERMANENT YARD (Applies only to a permanent yard maintained by a construction or erection risk for the storage of material or the storage and maintenance of equipment. Code 8227 includes incidental pickup or delivery of parts. Not available at a construction site. Code 8227 is not available for division of a single employees payroll during a single day. Operations such as loading and unloading materials, equipment, and tools, performing maintenance on equipment or vehicles, and prefabrication work performed by construction site workers is incidental to the overall construction operation and must not be assigned to code 8227, Mill

CONSTRUCTION OR ERECTION

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	operations or fabrication to be separately rated.
CONCRETE FORMS- RECONDITIONING AND	CONCRETE FORMS- RECONDITIONING AND LEASING
LEASING (Erection of forms to be	(Erection of forms to be separately
separately rated.)	rated.)

RULE	CURRENT	PROPOSED
V.G.4.	4. Wages paid to key employees of construction, erection or stevedoring risks, such as superintendents, foremen, or engineers, for periods during which no jobs are in progress, shall be assigned to the classification applicable to the work that each employee actually performs during such period. If such work consists exclusively of drafting or other office work, or if such employee is completely idle, that employee's wages shall be assigned to Code 8810. Code 8810, however, is not available for office time of an executive supervisor who qualifies for Code 5606, since it is normally expected that such an employee will spend a considerable portion of that employee's time in office work.	4. Wages paid to key employees of construction, erection or stevedoring risks, such as superintendents, foremen, or engineers, for periods during which no jobs are in progress, shall be assigned to the classification applicable to the work that each employee actually performs during such period. must be assigned to the classification applicable to the work that each one actually performs during any period where no jobs are in progress. If such work consists exclusively of drafting or other office work, or if such employee is completely idle, that employee's wages shall be assigned to Code 8810. Code 8810, however, is not available for office time of an executive supervisor who qualifies for Code 5606, since it is normally expected that such an employee will spend a considerable portion of that employee's time in office work.

2. Wallboard Installation & Plastering

- Revise the main phraseology for code 5445 Wallboard Installation-Within Buildings & Drivers to include various other terms for this type of work. Examples include sheetrock, drywall, etc.
- Add a phraseology to code 5445 to clarify that the class includes taping, sanding and other finishing operations, as well as being applicable to specialist contractors involved in only certain aspects of drywall work.
- Discontinue various phraseologies under code 5445 to remove redundant analogies.

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5445	WALLBOARD INSTALLATION- WITHIN BUILDINGS & DRIVERS	WALLBOARD, SHEETROCK, DRYWALL, PLASTERBOARD, OR CEMENT BOARD INSTALLATION- WITHIN BUILDINGS & DRIVERS
		Includes the taping of seams or joints, application of joint compound and sanding as well as the installation of light gauge steel by contractors engaged in wallboard installation. This includes specialist contractors that strictly perform drywall framing or finishing operations.
	IRON OR STEEL ERECTION STEEL FRAME-INTERIOR- LIGHT GAUGE STEEL: BY CONTRACTORS ENGAGED IN WALLBOARD INSTALLATION & DRIVERS	IRON OR STEEL ERECTION STEEL FRAME-INTERIOR-LIGHT GAUGE STEEL: BY CONTRACTORS ENGAGED IN WALLBOARD INSTALLATION & DRIVERS
	SHEETROCK INSTALLATION- WITHIN BUILDINGS & DRIVERS DRYWALL CONSTRUCTION	SHEETROCK INSTALLATION- WITHIN BUILDINGS & DRIVERS DRYWALL CONSTRUCTION
	PLASTER BOARD – ERECTION	PLASTER BOARD - ERECTION

3. Painting

• Revise the phraseology for code 9505 Painting: Automobile or Carriage Bodies to clarify that this class cannot be assigned to the same location which is assigned to code 8393 Automobile Body Repair.

CODE	CURRENT PHRASEOLOGY	PROPOSED PHRASEOLOGY
9505	PAINTING AUTOMOBILE OR CARRIAGE BODIES (Codes 9505 and 3808-Automobile Mfg shall not be assigned to the same risk unless the operations described by these classifications are conducted as separate and distinct businesses.)	PAINTING AUTOMOBILE OR CARRIAGE BODIES (Codes 9505 and 3808-Automobile Mfg shall must not be assigned to the same risk unless the operations described by these classifications are conducted as separate and distinct businesses.) Code 9505 must not be used at the same location as Code 8393.
	AUTOMOBILE, BUS TRUCK OR TRAILER BODY MFG: PAINTING	AUTOMOBILE, BUS TRUCK OR TRAILER BODY MFG: PAINTING
	SIMONIZING AUTOS - NO WASHING, ETC.	SIMONIZING AUTOS - NO WASHING, ETC.

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The following proposals were **NOT** adopted:

- Revise code 5474 Painting or Paperhanging NOC & Shop Operations to allow paperhanging to be separately rated under code 5491 Paperhanging & Drivers when both operations are performed at the same job or location.
- Revise the language under code 5491 to allow paperhanging to be separately rated when conducted at the same job or location where code 5474 applies as well.
- Revise language included in codes 9501 Sign Painting or Lettering-Inside of Buildings & Drivers and 5037 Painting-Metal Structures-Over Two Stories in Height & Drivers to remove the reference to the term paperhanging when citing code 5474.