

Instructions

Special Call for Direct California Workers' Compensation Terrorism Information

For Policies Incepting in yyyy

A. Information reported in this call must be in accordance with the following:

- 1) Include premium and payroll experience from:
 - Deductible policies on a gross (first dollar) basis
 - Standard workers' compensation policies
 - Minimum premium policies
- 2) Exclude experience from:
 - Ceded reinsurance
 - Reinsurance assumed
 - Excess insurance
 - USL&H insurance
 - Private residence employee insurance
 - National Defense Project insurance

B. For the purpose of this Special Terrorism Call, a charge for terrorism exposure pursuant to the Terrorism Risk Insurance Program Reauthorization Act of 2007 and 2015 (TRIPRA) may refer to a separate premium charge for TRIPRA terrorism exposure such as one that is derived based on a percentage of the total policy premium or total policy payroll (e.g., Statistical Code 9740/9741* premium) and/or a documented component of the insurer's manual rates in your company's California workers' compensation rate filing that is specifically for covering TRIPRA terrorism exposure.

* Depending on the jurisdiction and timing, Code 9741 may either be defined as "Domestic Terrorism, Earthquakes and Catastrophic Industrial Accidents" or "Catastrophe (Other Than Certified Acts of Terrorism)". If your company uses Code 9741 to capture this information and intends to use it to report data on the Terrorism Call, only the portion of the Code 9741 premium that relates to premium charges for certified acts of terrorism should be used, in addition to Code 9740 premium. If your company does not have this terrorism component in your Code 9741 data or is not able to break out this terrorism component of Code 9741 premium, then only Code 9740 premium would need to be used.

- C. For question 1, the reporting group/insurer must designate for each individual insurer in the reporting group whether a terrorism charge applies to (a) all, (b) none, or (c) some but not all of the policies incepting in yyyy written by that insurer.
- D. For reporting groups/insurers that include a charge for terrorism, the **Policy Count** information reported in question 2 should include the count of all policies incepting in yyyy with California exposure (as described in Paragraph A above) that are required to be reported to the WCIRB in accordance with Part 4, of the *California Workers' Compensation Uniform Statistical Reporting Plan – 1995* (USRP). The count of policies should be segregated between those to which a charge for terrorism applies and those, if any, for which no such charge applies and, in total, should correspond to the total reported policy counts for all the insurer's unit statistical reports for policies incepting in yyyy.

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- E. For reporting groups/insurers that include a charge for terrorism, the **Total Reported Payroll** information reported in question 3 should include the total workers' compensation exposure of all policies incepting in yyyy with California exposure (as described in Paragraph A above) that are required to be reported to the WCIRB in accordance with Part 4 of the USRP. The total payroll reported should be segregated between the payroll on policies for which a provision for terrorism applies and the payroll for those, if any, for which no such charge applies and, in total, should correspond to the total reported payroll for all the insurer's unit statistical reports for policies incepting in yyyy.
- F. For insurers that include a charge for terrorism in its rates filed with the California Department of Insurance (CDI), the **Total Premium Charge for Terrorism** information reported in question 4 should reflect only the portion of the total workers' compensation premium corresponding to the terrorism provision.
- G. For each individual insurer in the reporting group for which a terrorism charge is applied to some but not all of its policies incepting in yyyy, a listing of policies incepting in yyyy for which the terrorism charge **does not apply** must be provided. The policy numbers provided on the listing should be consistent with those reported on unit statistical reports in accordance with Part 4 of the USRP, including any prefixes or suffixes.

If you have any questions about this special call, please send an email to the WCIRB Actuarial Department at escad@wcirb.com.