# Official Order of the Texas Commissioner of Insurance

Date: 12/16/2020

#### **Subject considered:**

National Council on Compensation Insurance Filing

Item B-1443—Revisions to NCCI Manual Rules Related to the COVID-19

(Coronavirus) Pandemic – Removal of Expiration Date

The subject of this order is the adoption of amendments to the National Council on Compensation Insurance (NCCI) manuals, as proposed in *Item B-1443—Revisions to NCCI Manual Rules Related to the COVID-19 (Coronavirus) Pandemic – Removal of Expiration Date* (TDI ECase No. 26074; SERFF Tracking No. NCCI-132554463).

### **Background**

NCCI filed *Item B-1443* to amend the NCCI *Basic Manual for Workers Compensation and Employers Liability Insurance* (Basic Manual) and the *Statistical Plan for Workers Compensation and Employers Liability Insurance* (Statistical Plan).

The COVID-19 pandemic created unique workers' compensation conditions that were previously addressed in *Item B-1441—Revisions to NCCI Manual Rules Related to the COVID-19 (Coronavirus) Pandemic*, effective March 1, 2020. Most of the rules in *Item B-1441* expire on December 31, 2020.

*Item B-1443* removes the expiration date established in *Item B-1441*, due to the ongoing pandemic conditions.

After considering the filing, TDI adopts the following findings of fact and conclusions of law.

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#### **Findings of Fact**

- 1. NCCI filed *Item B-1443* with TDI on October 5, 2020, under the workers' compensation manual rule filing procedure adopted in Commissioner's Order No. 3142, dated March 21, 2014.
- 2. The COVID-19 pandemic created unique workers' compensation conditions that were previously addressed in Item *B-1441—Revisions to NCCI Manual Rules Related to the COVID-19 (Coronavirus) Pandemic*, effective March 1, 2020. TDI approved *Item B-1441* on August 4, 2020, via Commissioner's Order No. 2020-6418.
- 3. Most of the rules in *Item B-1441* expire on December 31, 2020, because NCCI anticipated they would no longer be required. Because of the ongoing pandemic conditions, *Item B-1443* removes the December 31, 2020, expiration date for these rules.
- 4. *Item B-1443* removes the expiration date from rules 2-B-2-n, 2-F-1, and 2-F-3 in the Basic Manual, and rules 3-F-2-d, 3-F-3-c, 4-E-1-f(2)(d), and 6-E-3 in the Statistical Plan. Those rules address idle time, Statistical Code 0012, reporting of final premium, and payments to furloughed employees.
- 5. NCCI proposed that the changes in *Item B-1443* apply to new, renewal, and outstanding workers' compensation policies effective on or after 12:01 a.m. on November 1, 2020.
- 6. *Item B-1443* has been available for public inspection in SERFF and at TDI since the filing date.
- 7. The filing, including exhibits, is incorporated by reference into this order.
- 8. On November 12, 2020, TDI published notice of the filing on the TDI website at www.tdi.texas.gov/rules/2020/nccimanual.html and distributed notice of the filing to electronic news subscribers.
- 9. TDI received no comments or hearing requests on the filing by the December 14, 2020, deadline.

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#### **Conclusions of Law**

- 1. TDI has jurisdiction over this matter under Insurance Code Article 5.96 and §§ 2051.002, 2051.201, 2052.002, 2053.002, 2053.011, 2053.051, and 2053.052.
- 2. TDI gave notice in compliance with Commissioner's Order No. 3142.
- 3. The amendments to the Basic Manual and the Statistical Plan are consistent with Insurance Code Article 5.96 and Chapters 2051, 2052, and 2053.
- 4. Because the proposed effective date has passed, a later effective date is necessary.

#### Order

It is ordered that NCCI's filing, *Item B-1443—Revisions to NCCI Manual Rules Related to the COVID-19 (Coronavirus) Pandemic – Removal of Expiration Date*, is approved. The changes in *Item B-1443* apply to new, renewal, and outstanding policies effective on or after 12:01 a.m. on December 31, 2020.

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## Commissioner of Insurance

By: Down Slape

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Doug Slape

Chief Deputy Commissioner

Tex. Gov't Code § 601.002

Commissioner's Order No. 2018-5528

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