

TEXAS DEPARTMENT OF INSURANCE
NOTIFICATION OF WORKERS COMPENSATION FILING BY
THE NATIONAL COUNCIL ON COMPENSATION INSURANCE
ITEM B-1430

The National Council on Compensation Insurance (NCCI) filed *Item B-1430* (TDI ECase No. 10480; SERFF Tracking Nos. NCCI-130130168 and NCCI-130130169) with the Texas Department of Insurance on July 2, 2015, under the workers compensation manual rule filing procedure adopted in Commissioner's Order No. 3142, dated March 21, 2014. The filing proposes that the changes in *Item B-1430* apply to new and renewal policies with effective dates on or after 12:01 a.m., May 1, 2017.

Item B-1430 is a national filing to require—in all NCCI states—that the rules, classifications, and rates in effect on the policy effective date apply to the policy, rather than those in effect on the anniversary rating date. In Texas, the rules, classifications, and rates already apply based on the policy effective date, so TDI expects no significant Texas impact from *Item B-1430*.

Item B-1430 eliminates or revises rules and endorsements that reference the anniversary rating date and makes minor grammatical and formatting revisions in the following NCCI manuals:

- *Basic Manual for Workers Compensation and Employers Liability Insurance (Basic Manual)*
- *Experience Rating Plan Manual for Workers Compensation and Employers Liability Insurance (Experience Rating Plan Manual)*
- *Statistical Plan for Workers Compensation and Employers Liability Insurance (Statistical Plan)*
- *Forms Manual of Workers Compensation and Employers Liability Insurance (Forms Manual)*
- *Retrospective Rating Plan Manual for Workers Compensation and Employers Liability Insurance (Retrospective Rating Plan Manual)*

Item B-1430 also amends Rule 4-E and other experience rating rules in NCCI's *Experience Rating Plan Manual*. Currently, Rule 4-E allows a carrier to use either the policy effective date or the rating effective date to determine how to apply an increase in a policyholder's experience rating modification. The proposed change to Rule 4-E allows carriers to use only the policy effective date for that purpose. For other experience rating rules, the filing proposes to change "anniversary rating date" to "rating effective date."

TDI prepared the above description of the proposed amendments. You may review a copy of NCCI's filing in the Office of the Chief Clerk of the Texas Department of Insurance, 333 Guadalupe Street, Austin, Texas 78701; or on the TDI website at www.tdi.texas.gov/rules/2015/nccimanual.html.

Notice of Filing – NCCI

Item B-1430

Page 2 of 2

Public Comment: To comment on the filing or to request a hearing, please submit two copies of your comments by 5 p.m., Central time, on July 8, 2016. Refer to TDI ECase No. 10480. Send one copy to ChiefClerk@tdi.texas.gov or to the Office of the Chief Clerk, Mail Code 113-2A, Texas Department of Insurance, P.O. Box 149104, Austin, Texas 78714-9104. Send the other copy to Marilyn Hamilton at Marilyn.Hamilton@tdi.texas.gov, or to the Property and Casualty Lines Office, Mail Code 104-PC, Texas Department of Insurance, P.O. Box 149104, Austin, Texas 78714-9104.

Issued in Austin, Texas on June 3, 2016.

A handwritten signature in cursive script, appearing to read "Norma Garcia", is written over a horizontal line.

Norma Garcia, General Counsel
Texas Department of Insurance