

Size of Risk Distributions (Year-To-Date through month indicated)

Size of Risk	December 2017		December 2016		December 2015		December 2014	
	Count Number	Count Percent	Count Number	Count Percent	Count Number	Count Percent	Count Number	Count Percent
0-499	1,704	6.9%	1,834	7.5%	2,034	8.7%	2,154	9.5%
500-999	1,434	5.8%	1,463	6.0%	1,517	6.5%	1,406	6.2%
1,000-4,999	18,981	76.5%	18,228	74.9%	17,112	73.0%	16,493	72.6%
5,000-9,999	1,637	6.6%	1,685	6.9%	1,615	6.9%	1,472	6.5%
10,000-24,999	832	3.4%	837	3.4%	848	3.6%	866	3.8%
25,000-49,999	161	0.7%	203	0.8%	216	0.9%	229	1.0%
50,000-99,999	52	0.2%	65	0.3%	69	0.3%	77	0.3%
100,000-499,999	17	0.1%	22	0.1%	31	0.1%	35	0.2%
500,000 +	0	0.0%	1	0.0%	0	0.0%	0	0.0%
TOTALS	24,818	100.0%	24,338	100.0%	23,442	100.0%	22,732	100.0%
	as of Jan 3, 2018		as of Jan 5, 2017		as of Jan 4, 2016		as of Jan 5, 2015	
Size of Risk	December 2017		December 2016		December 2015		December 2014	
	Dollars Number	Dollars Percent	Dollars Number	Dollars Percent	Dollars Number	Dollars Percent	Dollars Number	Dollars Percent
0-499	573,083	0.8%	626,617	0.8%	696,992	0.9%	690,770	1.0%
500-999	1,036,916	1.4%	1,047,027	1.4%	1,077,494	1.5%	1,014,776	1.4%
1,000-4,999	35,526,735	49.1%	34,263,674	45.4%	31,286,991	42.3%	27,634,805	38.6%
5,000-9,999	11,273,860	15.6%	11,629,327	15.4%	11,153,619	15.1%	10,307,201	14.4%
10,000-24,999	12,429,771	17.2%	12,574,408	16.7%	12,702,929	17.2%	12,995,871	18.2%
25,000-49,999	5,413,338	7.5%	6,898,471	9.1%	7,341,630	9.9%	7,860,312	11.0%
50,000-99,999	3,551,746	4.9%	4,520,519	6.0%	4,725,750	6.4%	5,282,090	7.4%
100,000-499,999	2,501,932	3.5%	3,297,230	4.4%	4,979,201	6.7%	5,822,746	8.1%
500,000 +	0	0.0%	617,426	0.8%	0	0.0%	0	0.0%
TOTALS	72,307,381	100.0%	75,474,699	100.0%	73,964,606	100.0%	71,608,571	100.0%
	as of Jan 3, 2018		as of Jan 5, 2017		as of Jan 4, 2016		as of Jan 5, 2015	
Size of Risk	December 2017		December 2016		December 2015		December 2014	
	Average Premium		Average Premium		Average Premium		Average Premium	
0-499	336		342		343		321	
500-999	723		716		710		722	
1,000-4,999	1,872		1,880		1,828		1,676	
5,000-9,999	6,887		6,902		6,906		7,002	
10,000-24,999	14,940		15,023		14,980		15,007	
25,000-49,999	33,623		33,983		33,989		34,325	
50,000-99,999	68,303		69,546		68,489		68,599	
100,000-499,999	147,172		149,874		160,619		166,364	
500,000 +	0		617,426		0		0	
TOTALS	2,914		3,101		3,155		3,150	
	as of Jan 3, 2018		as of Jan 5, 2017		as of Jan 4, 2016		as of Jan 5, 2015	

For the Current Year, Counts and Premium are as of the Last Day of the Month Indicated.

New Assignments

Monthly New Assignment Totals As Of The Last Day Of Each Year (2017 As Of The Last Day Of The Appropriate Month)

Month	2017 YTD			2016			2015		
	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium
January	1,209	3,451,397	2,855	985	3,560,608	3,615	1,135	4,589,607	4,044
February	1,304	3,647,845	2,797	1,022	3,072,498	3,006	945	3,236,370	3,425
March	1,615	4,110,929	2,545	1,366	3,875,988	2,837	1,246	4,247,764	3,409
April	1,374	3,536,386	2,574	1,250	3,263,796	2,611	1,081	3,351,031	3,100
May	1,399	3,638,939	2,601	1,087	3,252,138	2,992	1,088	3,216,957	2,957
June	1,447	3,898,850	2,694	1,069	3,588,924	3,357	1,075	3,154,777	2,935
July	1,302	3,885,380	2,984	1,077	3,174,712	2,948	1,034	3,276,218	3,168
August	1,412	3,863,789	2,736	1,081	2,903,081	2,686	1,064	2,715,552	2,552
September	1,343	3,749,371	2,792	1,067	3,696,565	3,464	1,049	3,012,183	2,871
October	1,493	4,389,127	2,940	916	2,414,661	2,636	1,051	3,292,500	3,133
November	1,338	3,801,361	2,841	889	2,287,122	2,573	807	2,165,924	2,684
December	1,019	3,004,563	2,949	869	2,238,061	2,575	880	3,189,941	3,625
Total	16,255	44,977,937	2,767	12,678	37,328,154	2,944	12,455	39,448,824	3,167

as of Jan 3, 2018

as of Jan 3, 2018

as of Jan 5, 2016

Monthly Renewal Totals As Of The Last Day Of Each Year (2017 As Of The Last Day Of The Appropriate Month)

Month	2017 YTD			2016			2015		
	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium
January	767	2,810,178	3,664	990	3,851,376	3,890	948	2,994,534	3,159
February	726	2,573,504	3,545	938	3,357,361	3,579	905	3,730,463	4,122
March	941	3,040,481	3,231	1,183	3,674,450	3,106	1,156	3,769,359	3,261
April	890	2,722,264	3,059	1,026	3,268,883	3,186	979	3,240,558	3,310
May	865	2,652,390	3,066	1,034	3,138,842	3,036	1,019	3,130,481	3,072
June	780	2,511,099	3,219	1,055	3,235,815	3,067	973	2,918,392	2,999
July	754	2,674,209	3,547	1,041	3,510,056	3,372	1,031	3,642,026	3,533
August	708	1,743,821	2,463	1,018	3,017,765	2,964	959	2,973,685	3,101
September	709	2,455,732	3,464	966	3,215,098	3,328	876	3,152,101	3,598
October	601	2,008,653	3,342	1,080	4,111,389	3,807	971	3,657,486	3,767
November	420	1,043,115	2,484	765	2,592,880	3,389	768	2,750,070	3,581
December	402	1,093,998	2,721	699	2,482,104	3,551	640	2,186,976	3,417
Total	8,563	27,329,444	3,192	11,795	39,456,019	3,345	11,225	38,146,131	3,398

as of Jan 3, 2018

as of Jan 3, 2018

as of Jan 5, 2016

Monthly Combined New and Renewal Totals As Of The Last Day Of Each Year (2017 As Of The Last Day Of The Appropriate Month)

Month	2017 YTD			2016			2015		
	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium
January	1,976	6,261,575	3,169	1,975	7,411,984	3,753	2,083	7,584,141	3,641
February	2,030	6,221,349	3,065	1,960	6,429,859	3,281	1,850	6,966,833	3,766
March	2,556	7,151,410	2,798	2,549	7,550,438	2,962	2,402	8,017,123	3,338
April	2,264	6,258,650	2,764	2,276	6,532,679	2,870	2,060	6,591,589	3,200
May	2,264	6,291,329	2,779	2,121	6,390,980	3,013	2,107	6,347,438	3,013
June	2,227	6,409,949	2,878	2,124	6,824,739	3,213	2,048	6,073,169	2,965
July	2,056	6,559,589	3,190	2,118	6,684,768	3,156	2,065	6,918,244	3,350
August	2,120	5,607,610	2,645	2,099	5,920,846	2,821	2,023	5,689,237	2,812
September	2,052	6,205,103	3,024	2,033	6,911,663	3,400	1,925	6,164,284	3,202
October	2,094	6,397,780	3,055	1,996	6,526,050	3,270	2,022	6,949,986	3,437
November	1,758	4,844,476	2,756	1,654	4,880,002	2,950	1,575	4,915,994	3,121
December	1,421	4,098,561	2,884	1,568	4,720,165	3,010	1,520	5,376,917	3,537
Total	24,818	72,307,381	2,914	24,473	76,784,173	3,138	23,680	77,594,955	3,277

as of Jan 3, 2018

as of Jan 3, 2018

as of Jan 5, 2016

North Carolina Rate Bureau
Workers Compensation - Residual Market

Updated 11/7/2017

Miscellaneous Values

	<u>4/1/2018</u>	<u>4/1/2017</u>	<u>4/1/2016</u>	<u>4/1/2015</u>	<u>4/1/2014</u>
Code 7370 - Taxicab Co - Employee Operated Vehicle	69,300	66,900	65,200	64,100	62,600
Code 7370 - Taxicab Co - Leased or Rented Vehicle	46,200	44,600	43,500	42,700	41,800
Domestic Terrorism Charge (DTEC) (eff 4/1/2005)	0.01	0.01	0.01	0.01	0.01
- name changed to Catastrophe Other than Terrorism eff 9/1/08					
Expense Constant	160	160	160	250	250
Terrorism (Assigned Risk)	0.01	0.02	0.02	0.02	0.02
Corporate Officer Weekly Maximum	1,800	1,700	1,700	1,600	1,600
Corporate Officer Weekly Minimum	900	850	850	800	800
Per Passenger Seat Surcharge - Maximum Surcharge Per Aircraft	n/a	n/a	n/a	n/a	1,000
Per Passenger Seat Surcharge - Per Passenger Seat	n/a	n/a	n/a	n/a	100
Individual Partners and Sole Proprietors	46,200	44,600	43,500	42,700	41,800
USL&HW %	92%	92%	92%	91%	92%
Experience Rating Eligibility (premium last year or last two years)	10,000	10,000	10,000	8,000	8,000
Maximum Minimum Premium	1,500	1,500	1,500	1,500	1,250
Minimum Premium Multiplier	200	200	200	200	200
	<u>1/1/2018</u>	<u>1/1/2017</u>	<u>1/1/2016</u>	<u>1/1/2015</u>	<u>1/1/2014[^]</u>
*Maximum Weekly Benefit - Fatal Injury	992	978	944	920	904
*Maximum Weekly Benefit - Total Disability	992	978	944	920	904
*Maximum Weekly Benefit - Permanent Partial Disability	992	978	944	920	904

***Maximum Weekly Benefits are set by the North Carolina Industrial Commission, and are effective for the Calendar Year. (<http://www.ic.nc.gov/ncic/pages/maxrates.htm>)**

[^] The North Carolina Industrial Commission reduced 1/1/2014 maximum by \$8 in early March; as originally published, this was \$912.

North Carolina Rate Bureau
Workers Compensation - Residual Market
Rate Change History

Updated 11/7/2017

<u>Industry Group</u>	<u>Effective 04/01/18</u>	<u>Effective 04/01/17</u>	<u>Effective 04/01/16</u>	<u>Effective 04/01/15</u>	<u>Effective 04/01/14</u>
Manufacturing	-12.5%	-7.6%	2.8%	-3.4%	4.1%
Contracting	-11.4%	-5.4%	-0.1%	-3.9%	1.8%
Office & Clerical	-12.8%	-13.6%	1.2%	-6.1%	2.9%
Goods & Services	-12.6%	-8.6%	1.8%	-5.5%	5.3%
Miscellaneous	<u>-13.2%</u>	<u>-8.3%</u>	<u>3.8%</u>	<u>-3.6%</u>	<u>5.6%</u>
Industrial Classifications Overall	-12.5%	-8.3%	1.9%	-4.5%	4.2%
Federal Classifications	-8.8%	11.0%	12.7%	-7.7%	-3.3%

North Carolina Rate Bureau
 Workers Compensation - Residual Market
 Experience Mod and ARAP Distribution

From 01/01/2017 to 12/31/2017 Updated 1/3/2018

	<u>File Count</u>	<u>Premium Subtotal</u>	<u>Exp Mod Premium</u>	<u>Mod Effect</u>	<u>ARAP Premium</u>	<u>ARAP Effect</u>	<u>Est Annual Premium</u>
Risks with Credit MODS	520	5,011,608	4,689,843	0.936	4,689,843	1.000	4,689,843
Risks with Debit MODS	277	2,666,333	3,661,021	1.373	4,532,558	1.238	4,532,558
Risks with 1.00 mods	3	70,690	70,690	1.000	70,690	1.000	70,690
Risks with NO Mods	24,053	63,404,086	63,404,086	1.000	63,404,086	1.000	63,404,086
TOTALS	24,853	71,152,717	71,825,640	1.009	72,697,177	1.012	72,697,177

From 01/01/2016 to 12/31/2016 Updated 1/3/2018

	<u>File Count</u>	<u>Premium Subtotal</u>	<u>Exp Mod Premium</u>	<u>Mod Effect</u>	<u>ARAP Premium</u>	<u>ARAP Effect</u>	<u>Est Annual Premium</u>
Risks with Credit MODS	796	7,475,878	6,917,854	0.925	6,917,854	1.000	6,917,854
Risks with Debit MODS	336	4,068,302	5,545,638	1.363	6,893,788	1.243	6,893,788
Risks with 1.00 mods	3	29,522	29,522	1.000	29,522	1.000	29,522
Risks with NO Mods	23,407	63,615,670	63,615,670	1.000	63,615,670	1.000	63,615,670
TOTALS	24,542	75,189,371	76,108,684	1.012	77,456,834	1.018	77,456,834

North Carolina Rate Bureau
 Workers Compensation - Residual Market
 Projected Operating Gain/(Loss)

Updated 10/3/2017

	<u>Policy Year 2016</u>		<u>Policy Year 2015</u>		<u>Policy Years 2015 & 2016</u>	
	<u>Dollars</u>	<u>Factor</u>	<u>Dollars</u>	<u>Factor</u>	<u>Dollars</u>	<u>Factor</u>
Est. Ultimate Pool Written Premium	52,798		58,066		110,864	
Estimated Ultimate Losses	36,747	0.696	35,130	0.605	71,877	0.648
Servicing Carrier Allowance	11,146	0.211	12,264	0.211	23,410	0.211
Other Expenses	4,224	0.080	4,645	0.080	8,869	0.080
Total Expenses	52,117	0.990	52,039	0.896	104,156	0.940
Estimated Operating Gain/(Loss) Residual Market	681		6,027		6,708	
Calendar Year Assessment Base	982,152		1,077,708		2,059,860	
Estimated Operating Gain/Loss to Cal Year Assessment Base	0.1%		0.6%		0.3%	

source: NCCI Residual Market Results as of Second Quarter, 2017 Evaluation is as of June 30, 2017.

note: 000 omitted from dollar amounts.