

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

| Size of Risk | May 2021 | | December 2020 | | December 2019 | | December 2018 | |
|-----------------|--------------------|----------------|-------------------|----------------|-------------------|----------------|-------------------|----------------|
| | Count | Count | Count | Count | Count | Count | Count | Count |
| | <u>Number</u> | <u>Percent</u> | <u>Number</u> | <u>Percent</u> | <u>Number</u> | <u>Percent</u> | <u>Number</u> | <u>Percent</u> |
| 0-499 | 868 | 7.6% | 1,854 | 7.2% | 2,190 | 8.1% | 2,016 | 7.6% |
| 500-999 | 844 | 7.4% | 2,406 | 9.4% | 2,138 | 7.9% | 1,720 | 6.5% |
| 1,000-4,999 | 8,669 | 76.0% | 19,126 | 74.3% | 20,056 | 74.4% | 20,015 | 75.1% |
| 5,000-9,999 | 709 | 6.2% | 1,564 | 6.1% | 1,656 | 6.1% | 1,806 | 6.8% |
| 10,000-24,999 | 235 | 2.1% | 616 | 2.4% | 716 | 2.7% | 831 | 3.1% |
| 25,000-49,999 | 51 | 0.5% | 133 | 0.5% | 149 | 0.6% | 173 | 0.7% |
| 50,000-99,999 | 25 | 0.2% | 33 | 0.1% | 42 | 0.2% | 68 | 0.3% |
| 100,000-499,999 | 6 | 0.1% | 12 | 0.1% | 11 | 0.0% | 13 | 0.1% |
| 500,000 + | 0 | 0.0% | 0 | 0.0% | 0 | 0.0% | 1 | 0.0% |
| TOTALS | 11,407 | 100.0% | 25,744 | 100.0% | 26,958 | 100.0% | 26,643 | 100.0% |
| | as of June 3, 2021 | | as of Jan 4, 2021 | | as of Jan 3, 2020 | | as of Jan 4, 2019 | |

| Size of Risk | May 2021 | | December 2020 | | December 2019 | | December 2018 | |
|-----------------|--------------------|----------------|-------------------|----------------|-------------------|----------------|-------------------|----------------|
| | Dollars | Dollars | Dollars | Dollars | Dollars | Dollars | Dollars | Dollars |
| | <u>Number</u> | <u>Percent</u> | <u>Number</u> | <u>Percent</u> | <u>Number</u> | <u>Percent</u> | <u>Number</u> | <u>Percent</u> |
| 0-499 | 276,550 | 1.0% | 595,225 | 0.9% | 713,322 | 1.0% | 660,920 | 0.8% |
| 500-999 | 586,980 | 2.0% | 1,701,697 | 2.6% | 1,502,850 | 2.1% | 1,234,421 | 1.6% |
| 1,000-4,999 | 15,969,631 | 54.7% | 35,443,583 | 53.5% | 37,545,058 | 53.0% | 37,450,775 | 47.6% |
| 5,000-9,999 | 4,845,633 | 16.6% | 10,707,342 | 16.2% | 11,373,070 | 16.1% | 12,511,456 | 15.9% |
| 10,000-24,999 | 3,432,244 | 11.8% | 8,990,244 | 13.6% | 10,327,104 | 14.6% | 12,182,682 | 15.5% |
| 25,000-49,999 | 1,684,790 | 5.8% | 4,507,968 | 6.8% | 5,009,603 | 7.1% | 5,854,195 | 7.4% |
| 50,000-99,999 | 1,479,942 | 5.1% | 2,278,790 | 3.4% | 3,004,844 | 4.2% | 4,783,867 | 6.1% |
| 100,000-499,999 | 927,787 | 3.2% | 2,069,048 | 3.1% | 1,376,854 | 1.9% | 2,105,969 | 2.7% |
| 500,000 + | 0 | 0.0% | 0 | 0.0% | 0 | 0.0% | 1,946,312 | 2.5% |
| TOTALS | 29,203,557 | 100.0% | 66,293,897 | 100.0% | 70,852,705 | 100.0% | 78,730,597 | 100.0% |
| | as of June 3, 2021 | | as of Jan 4, 2021 | | as of Jan 3, 2020 | | as of Jan 4, 2019 | |

| Size of Risk | May 2021 | | December 2020 | | December 2019 | | December 2018 | |
|-----------------|--------------------|-----------------|-------------------|-----------------|-------------------|-----------------|-------------------|-----------------|
| | Average Premium | Average Premium | Average Premium | Average Premium | Average Premium | Average Premium | Average Premium | Average Premium |
| | <u>Premium</u> | <u>Premium</u> | <u>Premium</u> | <u>Premium</u> | <u>Premium</u> | <u>Premium</u> | <u>Premium</u> | <u>Premium</u> |
| 0-499 | 319 | | 321 | | 326 | | 328 | |
| 500-999 | 695 | | 707 | | 703 | | 718 | |
| 1,000-4,999 | 1,842 | | 1,853 | | 1,872 | | 1,871 | |
| 5,000-9,999 | 6,834 | | 6,846 | | 6,868 | | 6,928 | |
| 10,000-24,999 | 14,605 | | 14,595 | | 14,423 | | 14,660 | |
| 25,000-49,999 | 33,035 | | 33,894 | | 33,621 | | 33,839 | |
| 50,000-99,999 | 59,198 | | 69,054 | | 71,544 | | 70,351 | |
| 100,000-499,999 | 154,631 | | 172,421 | | 125,169 | | 161,998 | |
| 500,000 + | 0 | | 0 | | 0 | | 1,946,312 | |
| TOTALS | 2,560 | | 2,575 | | 2,628 | | 2,955 | |
| | as of June 3, 2021 | | as of Jan 4, 2021 | | as of Jan 3, 2020 | | as of Jan 4, 2019 | |

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

North Carolina Rate Bureau
Workers Compensation - Residual Market

Updated 10/12/2020

Miscellaneous Values

| | 4/1/2021 | 4/1/2020 | 4/1/2019 | 4/1/2018 | 4/1/2017 | 4/1/2016 | 4/1/2015 |
|--|----------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Code 7370 - Taxicab Co - Employee Operated Vehicle | 75,600 | 72,900 | 70,400 | 69,300 | 66,900 | 65,200 | 64,100 |
| Code 7370 - Taxicab Co - Leased or Rented Vehicle | 50,400 | 48,600 | 46,900 | 46,200 | 44,600 | 43,500 | 42,700 |
| Domestic Terrorism Charge (DTEC) (eff 4/1/2005) - name changed to Catastrophe Other than Terrorism eff 9/1/08 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 |
| Expense Constant | | 160 | 160 | 160 | 160 | 160 | 250 |
| Terrorism (Assigned Risk) | 0.01 | 0.01 | 0.01 | 0.01 | 0.02 | 0.02 | 0.02 |
| Corporate Officer Weekly Maximum | 1,900 | 1,900 | 1,800 | 1,800 | 1,700 | 1,700 | 1,600 |
| Corporate Officer Weekly Minimum | 950 | 950 | 900 | 900 | 850 | 850 | 800 |
| Individual Partners and Sole Proprietors | 50,400 | 48,600 | 46,900 | 46,200 | 44,600 | 43,500 | 42,700 |
| USL&HW % | 58% | 59% | 90% | 92% | 92% | 92% | 91% |
| Experience Rating Eligibility (premium last two years) | 11,500 | 11,000 | 11,000 | 10,000 | 10,000 | 10,000 | 8,000 |
| Maximum Minimum Premium | 1,500 | 1,500 | 1,500 | 1,500 | 1,500 | 1,500 | 1,500 |
| Minimum Premium Multiplier | 200 | 200 | 200 | 200 | 200 | 200 | 200 |
| | | <u>1/1/2020</u> | <u>1/1/2019</u> | <u>1/1/2018</u> | <u>1/1/2017</u> | <u>1/1/2016</u> | <u>1/1/2015</u> |
| *Maximum Weekly Benefit - Fatal Injury | | 1,066 | 1,028 | 992 | 978 | 944 | 920 |
| *Maximum Weekly Benefit - Total Disability | | 1,066 | 1,028 | 992 | 978 | 944 | 920 |
| *Maximum Weekly Benefit - Permanent Partial Disability | | 1,066 | 1,028 | 992 | 978 | 944 | 920 |

***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>)**

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

Updated 10/12/2020

| <u>Industry Group</u> | <u>Effective</u> <u>04/01/21</u> | <u>Effective</u> <u>04/01/20</u> | <u>Effective</u> <u>04/01/19</u> | <u>Effective</u> <u>04/01/18</u> | <u>Effective</u> <u>04/01/17</u> | <u>Effective</u> <u>04/01/16</u> |
|------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| Manufacturing | -5.3% | -6.6% | -15.8% | -12.5% | -7.6% | 2.8% |
| Contracting | -5.1% | -9.6% | -16.5% | -11.4% | -5.4% | -0.1% |
| Office & Clerical | -3.4% | -8.5% | -19.3% | -12.8% | -13.6% | 1.2% |
| Goods & Services | -4.8% | -7.7% | -19.3% | -12.6% | -8.6% | 1.8% |
| <u>Miscellaneous</u> | <u>-1.5%</u> | <u>-5.4%</u> | <u>-14.7%</u> | <u>-13.2%</u> | <u>-8.3%</u> | <u>3.8%</u> |
| Industrial Classifications Overall | -4.2% | -7.6% | -17.2% | -12.5% | -8.3% | 1.9% |
| Federal Classifications | -10.9% | -6.6% | -4.3% | -8.8% | 11.0% | 12.7% |

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

From 01/01/2021 to 5/31/2021 Updated 6/7/2021

| | <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 | 104 | 845,284 | 784,263 | 0.928 | 784,263 | 1.000 | 784,263 |
| Risks with Debit MODS | 40 | 430,765 | 582,298 | 1.352 | 712,623 | 1.224 | 712,623 |
| Risks with 1.00 mods | 1 | 6,381 | 6,381 | 1.000 | 6,381 | 1.000 | 6,381 |
| Risks with NO Mods | 6,636 | 15,934,734 | 15,934,734 | 1.000 | 15,934,734 | 1.000 | 15,934,734 |
| TOTALS | 6,781 | 17,217,164 | 17,307,676 | 1.005 | 17,438,001 | 1.008 | 17,438,001 |

From 01/01/2020 to 12/31/2020 Updated 6/7/2021

| | <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 | 483 | 3,877,224 | 3,620,600 | 0.934 | 3,620,600 | 1.000 | 3,620,600 |
| Risks with Debit MODS | 167 | 1,749,652 | 2,427,372 | 1.387 | 3,002,999 | 1.237 | 3,002,999 |
| Risks with 1.00 mods | 3 | 30,780 | 30,780 | 1.000 | 30,780 | 1.000 | 30,780 |
| Risks with NO Mods | 25,209 | 61,224,462 | 61,224,462 | 1.000 | 61,224,462 | 1.000 | 61,224,462 |
| TOTALS | 25,862 | 66,882,118 | 67,303,214 | 1.006 | 67,878,841 | 1.009 | 67,878,841 |

North Carolina Rate Bureau
 Workers Compensation - Residual Market

Updated June 7, 2021

Projected Operating Gain/(Loss)

| | <u>Policy Year 2020</u> | | <u>Policy Year 2019</u> | | <u>Policy Years 2019 & 2020</u> | |
|--|-------------------------|---------------|-------------------------|---------------|-------------------------------------|---------------|
| | <u>Dollars</u> | <u>Factor</u> | <u>Dollars</u> | <u>Factor</u> | <u>Dollars</u> | <u>Factor</u> |
| Est. Ultimate Pool Written Premium | 48,578 | | 51,127 | | 99,705 | |
| Estimated Ultimate Losses | 29,438 | 0.606 | 41,311 | 0.808 | 70,749 | 0.710 |
| Servicing Carrier Allowance | 9,910 | 0.204 | 11,463 | 0.224 | 21,373 | 0.214 |
| Other Expenses | 3,643 | 0.075 | 4,090 | 0.080 | 7,733 | 0.078 |
| Total Expenses | 42,991 | 0.990 | 56,864 | 1.112 | 99,855 | 1.002 |
| Estimated Operating Gain/(Loss) Residual Market | 5,587 | | (5,737) | | (150) | |
| Calendar Year Assessment Base | 942,261 | | 942,261 | | 1,884,522 | |
| Estimated Operating Gain/Loss to Cal Year Assessment Base | 0.6% | | -0.6% | | 0.0% | |

source: NCCI Residual Market Results as of Fourth Quarter, 2020 Evaluation is as of December 31, 2020.

note: 000 omitted from dollar amounts.