



NOVEMBER 19, 2015

LOSS COSTS OR RATE FILING APPROVAL

NV-2015-04

Nevada—Approval of Voluntary Loss Costs and Rating Values and Assigned Risk Rates and Rating Values to Be Effective March 1, 2016

ACTION NEEDED

Please review this circular, which contains information on approved voluntary loss costs, assigned risk rates, and rating values for Nevada. These will become effective March 1, 2016, for new and renewal policies.

BACKGROUND

This approval circular is a supplement to Filing Circular NV-2015-02 and Filing Supplement Circular NV-2015-03.

NCCI recently submitted a voluntary loss costs, assigned risk rates, rating values, and voluntary retrospective rating plan parameters filing to the Nevada Division of Insurance. The filing is proposed to be effective March 1, 2016, for new and renewal policies.

The filing proposed an overall average loss cost level decrease of 5.5% for the voluntary market and an overall average rate level decrease of 4.2% for the assigned risk market. Advisory loss costs in this filing exclude all expense provisions (except loss adjustment expense). The filing was approved as filed.

The following are of special note as a result of item filings approved in Nevada:

- As a result of Items R-1410 and R-1411, the retrospective rating plan parameters were updated
- As a result of Item B-1428, Class Code 9662 is discontinued effective March 1, 2016

IMPACT

An overall average loss cost level decrease of 5.5% for the voluntary market and an overall average rate level decrease of 4.2% for the assigned risk market have been approved. These will be effective March 1, 2016, for new and renewal policies.

Important: Each insurer must adopt the revised voluntary loss costs effective March 1, 2016, for all new and renewal business.

The anniversary rating date rule (Rule 3-A-2 in the *Basic Manual for Workers Compensation and Employers Liability Insurance*) applies.

Insurers do not need to make a filing to the Nevada Division of Insurance unless they are changing their loss cost multipliers or other rating parameters in association with their adoption of the new loss costs.

NCCI ACTION

Revised manual pages will be mailed shortly to subscribers of NCCI's *Basic Manual*, *Experience Rating Plan Manual*, and *Retrospective Rating Plan Manual*. If you would like to subscribe to any of our manuals, please contact our Customer Service Center at 800-NCCI-123 (800-622-4123).

We will post this approval circular on ncci.com.

**PERSON TO
CONTACT**

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