Key Takeaways

- Remember the Three-Step Process
- Use Your Resources
- Use Detailed Explanations

Chapter 1: Understanding Validation Edits

What Are Validation Edits?

- Validation edits are intended to further improve the quality of data used in state loss cost and rate filings as well as in the production of experience ratings
- Each validation edit is assigned a Type Code, a unique identifier that leads with a letter:
  - "E" for exposure validation edits (e.g., E133)
  - "L" for loss validation edits (e.g., L108)
  - "C" for combined edits (e.g., C821)
  - "A" for all header validation edits
- Each validation edit is assigned a Data Grade 2 (Suspect)

Validation Edit Types

- Submission
  - Automatically identifies suspect data upon receipt
- Post-Submission
  - NCCI validators identify suspect data while reviewing Unit Data that has already been received

Identifying Validation Edits

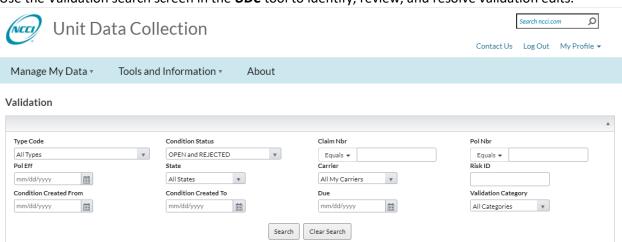Use these reports to find and manage your validation edits.

Report or Alert	Submission	Post-Submission
Unit Submission Results Report	✓	
Unit Daily Submission Results Report	✓	
Outstanding Suspect Conditions Report	✓	✓
Rejected Suspect Condition Explanations	✓	✓
Post-Submission Suspect Conditions Report		✓

- You can find the Unit Submission Results Report and the Unit Daily Submission Results Report in the *Unit Data Collection* (*UDC*) tool
- NCCI sends the Outstanding Suspect Conditions Report and Rejected Suspect Condition Explanations by email to the unit contact every Friday morning
- NCCI sends the Post-Submission Suspect Conditions Report out nightly when new edits are created

Where to Address Validation Edits

Use the Validation search screen in the *UDC* tool to identify, review, and resolve validation edits.

Unit Data Collection

Search ncci.com 🔍

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Validation

▲

Type Code	**Condition Status**	**Claim Nbr**	**Pol Nbr**
All Types ▾	OPEN and REJECTED ▾	Equals ▾	Equals ▾
Pol Eff	**State**	**Carrier**	**Risk ID**
mm/dd/yyyy 📅	All States ▾	All My Carriers ▾	
Condition Created From	**Condition Created To**	**Due**	**Validation Category**
mm/dd/yyyy 📅	mm/dd/yyyy 📅	mm/dd/yyyy 📅	All Categories ▾

Search   Clear Search

Chapter 2: 3-Step Process to Address Unit Validation Edits

Identify Your Validation Edits

- Use the Validation Search in *UDC* as your starting point.
- Use these key fields to prioritize your edits:
  - Condition Status.
  - Due Date.

Research Validation Edits

- Select the Details option via the Validation Search in *UDC*.
- Review the suspect data on the unit to determine if it needs a correction.

Resolve Validation Edits

Resolve the edit by:

- Correcting the data, or
- Providing a detailed explanation using the Explanation Journal option.

Validation Submission Edit Workflow

1. Identify—You can use any of these options to identify the edits.
   a. Data Reports.
   b. *UDC* Validation screen.
   c. *Data Manager Dashboard*.
2. Research—Follow these steps to determine the cause of the issue.
   a. Review your source system to verify that the data is accurate.
   b. For edits that look across multiple report levels, view the history of the claim in *UDC* to see what changed.
   c. Refer to the *Statistical Plan* and *Unit Statistical Reporting Guidebook* for clarification and examples of the reporting rules.
   d. Check the Edit and Validation Matrix for additional information pertaining to the edit.
3. Resolve—Resolve the edit using the applicable option.
   a. Correct inaccurate data at the appropriate report levels. You can use *UDC* or *Data Transfer via the Internet* (*DTVI*).
   b. Respond with a detailed explanation on the *UDC* Validation screen if the data is correct.

Notes:

- You may need to provide both corrections and a detailed explanation. In these circumstances, submit the corrections first and then add explanations.
- Research a unit again if your validator requests additional information.

Chapter 3: Validation Edit L306

Edit Message

A Claim Review Across Multiple Report Levels Is Required for Suspect Indemnity Development and Injury Type Coding From Permanent Partial to Temporary Total Disability

Identify

- Identify the edit using the Validation screen in *UDC*

Select	Details	Carrier	Pol Nbr	Pol Eff	State	Risk ID	Claim Nbr	Class Code	Rpt Nbr	Type Code	Status	Condition Created	Due	Explanation Journal	Last Updated
☐	🖨	45856	L306EXAMPLE	12/02/17	LA-17		CLAIM1	N/A	3	L306	OPEN	09/28/21	01/26/22	💬	Data Provider (On: 09/28/21)
☐	🖨	45856	L306EXAMPLE	12/02/17	LA-17		CLAIM1	N/A	2	L306	OPEN	09/28/21	01/26/22	💬	Data Provider (On: 09/28/21)
☐	🖨	45856	L306EXAMPLE	12/02/17	LA-17		CLAIM1	N/A	1	L306	OPEN	09/28/21	01/26/22	💬	Data Provider (On: 09/28/21)

1 - 3 of 3 items

- Note that the edit spans all report levels

Research

- Find the claim in *UDC*
- Look at the claim development and verify

Delete	Edit	Copy	Details	DG	Update Type	Claim Nbr	Accident	Class Cd	Inj Type	Claim Status	Rpt Nbr	Corr Seq	Activity Status
☐	✏	📋	🖨	2	C	CLAIM1	12/02/17	8810	05	0	3	0	
☐	✏	📋	🖨	2	C	CLAIM1	12/02/17	8810	09	0	2	0	
☐	✏	📋	🖨	2	R	CLAIM1	12/02/17	8810	09	0	1	0	

1 - 3 of 3 items

- - Injury Type 09 (Permanent Partial) reported at 1st and 2nd level
  - Injury Type 05 (Temporary Total or Temporary Partial) reported at 3rd report
- Additional research in the source system determines:
  - Permanent partial disability reserves set up initially for possible surgery
  - Claimant opted for physical therapy and no longer required surgery
  - Later, claimant opted out of surgery, and injury was determined to be less severe than anticipated
- Determination—The loss development is correct as reported

Resolve

- Add a detailed explanation and copy for all report levels
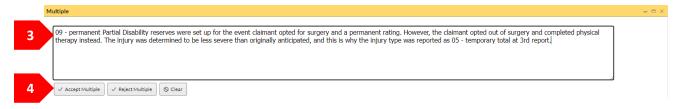- First, find your unit by searching for Condition Status "Open and Rejected"
- Next, search for and select L306 in the Type Code drop-down menu

1 **2**

◾ *Show me how - Grouping*   Apply Response to Selected   🖾 Export Results

Drag a column header and drop it here to group by that column

Select	Details	Carrier	Pol Nbr	Pol Eff	State	Risk ID	Claim Nbr	Class Code	Rpt Nbr	Type Code	Status	Condition Created	Due ❶	Explanation Journal	Last Updated
☑	🖨	45856	L306EXAMPLE	12/03/17	LA-17		CLAIM1	N/A	3	L306	OPEN	09/28/21	01/26/22	💬	Data Provider ❶ (On: 09/28/21)
☑	🖨	45856	L306EXAMPLE	12/03/17	LA-17		CLAIM1	N/A	2	L306	OPEN	09/28/21	01/26/22	💬	Data Provider ❶ (On: 09/28/21)
☑	🖨	45856	L306EXAMPLE	12/03/17	LA-17		CLAIM1	N/A	1	L306	OPEN	09/28/21	01/26/22	💬	Data Provider ❶ (On: 09/28/21)

|◀ ◀ ① ▶ ▶| 1 - 3 of 3 items ↻

1. Select all three report levels the edit is open on
2. Click Apply Response to Selected

Multiple   ‒ ❐ ✕

3 09 - permanent Partial Disability reserves were set up for the event claimant opted for surgery and a permanent rating. However, the claimant opted out of surgery and completed physical therapy instead. The injury was determined to be less severe than originally anticipated, and this is why the injury type was reported as 05 - temporary total at 3rd report.

4 ✓ Accept Multiple   ✓ Reject Multiple   ⊘ Clear

3. Enter your detailed explanation
4. Click the Save Multiple button

- The NCCI validator will either accept or reject the explanation
  - In this scenario, the validator accepts the detailed explanation
  - The edit is resolved for all report levels

	Go To	Pol Nbr	Pol Eff	State	Rpt Nbr	Corr Seq	Open Claim	DG	Status	Days Remain
◢	≡	L306EXAMPLE	12/03/2017	LA-17	3	0	Y	2	CURR	
		Insured DNP			Carrier 45856		Risk ID	FEIN 000000000		

Record DG	Int/Ext	Record Type ▼	Rpt Nbr	Corr Seq	Field Name ▼	Edit Nbr/Type Code ▼	Edit Msg/Validation Desc	Reported Value	Defaulted Value
2	E	L	1	0	VALIDATION LOSS CONDITIONS Status: OPEN	L741	Claim Nbr: CLAIM1 Accident: 12/03/17 CLAIMS REPORTED WITH A LOSS CONDITION SETTLEMENT CODE OF 00, A LUMP SUM FLAG OF Y, AND PAID INDEMNITY AMOUNTS THAT HAVE INCREASED SIGNIFICANTLY	Pd Indem 000115222	
2	E	L	3	0	VALIDATION LOSS CONDITIONS Status: OPEN	L245	Claim Nbr: CLAIM1 Accident: 12/03/17 OPEN INDEMNITY CLAIMS ARE REPORTED WITH THE SAME VALUES FOR THE INCURRED AND PAID AMOUNTS	Claim Status 0	
2	E	E	1	0	VALIDATION EXPOSURE CONDITIONS Status: OPEN	E134	Class Cd:8810 UNITS FOR DIFFERENT POLICIES APPEAR TO BE DUPLICATES OF ONE ANOTHER	Match Nbr 8451	
0	I	H	1	0	MISCELLANEOUS LINK EDITS	9900-01	UNIT REPORT DATA DOES NOT MATCH POLICY DATA	L306EXAMPLE	

  - Note that Edit L306 has been removed from the view since the edit was accepted
  - It will show as Accepted in the Validation screen

Chapter 4: Validation Edit L804

Edit Message

Part of Body Coding Is Inconsistent Across Report Levels

Identify

- Identify the edit using the Validation screen in **UDC**.
- Click the Details button to view the Claim details for more information.

All Claim(s) View																	
Update Type	Claim Nbr	Accident	Rpt Nbr	Corr Seq	Class Code	Claim Status	Inj Type	Cat Nbr	Claim DG	Incur Indem	Pd Indem	Incur Med	Pd Med	Incur ALAE	Pd ALAE	Clmnt Atty Fees	Empir Atty Fees
	Settlement Type	Jur St	Act Code	Loss Type	Recovery Type	Claim Type	Body Part	Nature of Inj	Inj Cause	Voc Rehab	Lump Sum Ind	Occupation Desc	Claim Count	Fraud Ind	MCO Type	Ded Reimburse	
R	CLAIM1	01/01/20	3	0	8831	0	05	0	2	110,000	0	10,000	0	0	0	0	0
	00		01	01	01	01	10	10	10	N	N	DOING STUFF	1	00	00	0	
R	CLAIM1	01/01/20	2	0	8831	0	05	0	2	110,000	0	10,000	0	0	0	0	0
	00		01	01	01	01	13 **[1]**	10	10	N	N	DOING STUFF	1	00	00	0	
R	CLAIM1	01/01/20	1	0	8831	0	05	0	2	110,000	0	10,000	0	0	0	0	0
	00		01	01	01	01	10	10	10	N	N	DOING STUFF	1	00	00	0	

- A different Part of Body Code was used at 2nd report.
- Note that the edit was flagged on three report levels.

Research

- Which Part of Body is correct? Check source system for accuracy.
- Assume that the correct Part of Body Code is 10. Which report level needs to be changed? [Enter answer here]

Resolve

- Submit correction—Change Part of Body from 13 to 10.
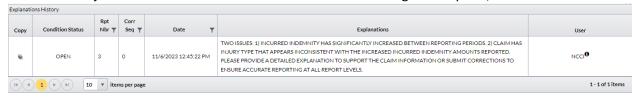- Example: Revising the code in **UDC**.

Injury Description Codes

	Body Part	Nature of Inj	Inj Cause
Change to 10	13	01	01

Chapter 5: Validation Edit L183

Edit Message
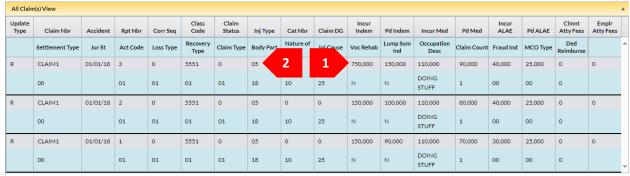
Maximum Aggregate/Large Losses

Identify

- Identify the edit using the Validation screen in **UDC**
- Check the journal for more details as to what the L183 is asking to verify and/or correct

Copy	Condition Status	Rpt Nbr	Corr Seq	Date	Explanations	User
🗐	OPEN	3	0	11/6/2023 12:45:22 PM	TWO ISSUES: 1) INCURRED INDEMNITY HAS SIGNIFICANTLY INCREASED BETWEEN REPORTING PERIODS. 2) CLAIM HAS INJURY TYPE THAT APPEARS INCONSISTENT WITH THE INCREASED INCURRED INDEMNITY AMOUNTS REPORTED. PLEASE PROVIDE A DETAILED EXPLANATION TO SUPPORT THE CLAIM INFORMATION OR SUBMIT CORRECTIONS TO ENSURE ACCURATE REPORTING AT ALL REPORT LEVELS.	NCCI

Explanations History — |◀ ◀ **1** ▶ ▶| 10 ▼ items per page — 1 - 1 of 1 items

- Click the Details button to view the Claim details for more information

Research

Look at the claim development in **UDC** and verify.

Update Type	Claim Nbr	Accident	Rpt Nbr	Corr Seq	Class Code	Claim Status	Inj Type	Cat Nbr	Claim DG	Incur Indem	Pd Indem	Incur Med	Pd Med	Incur ALAE	Pd ALAE	Clmnt Atty Fees	Emplr Atty Fees
	Settlement Type	Jur St	Act Code	Loss Type	Recovery Type	Claim Type	Body Part	Nature of	Inj Cause	Voc Rehab	Lump Sum Ind	Occupation Desc	Claim Count	Fraud Ind	MCO Type	Ded Reimburse	
R	CLAIM1	01/01/18	3	0	5551	0	05	◀**2**	**1**▶	750,000	150,000	110,000	90,000	40,000	25,000	0	0
	00		01	01	01	01	18	10	25	N	N	DOING STUFF	1	00	00	0	
R	CLAIM1	01/01/18	2	0	5551	0	05	0	0	150,000	100,000	110,000	80,000	40,000	25,000	0	0
	00		01	01	01	01	18	10	25	N	N	DOING STUFF	1	00	00	0	
R	CLAIM1	01/01/18	1	0	5551	0	05	0	0	150,000	90,000	110,000	70,000	30,000	25,000	0	0
	00		01	01	01	01	18	10	25	N	N	DOING STUFF	1	00	00	0	

All Claim(s) View

1. Incurred indemnity significantly increased at 3rd report
2. The injury type 05 temporary total appears unusual vs. 750K incurred indemnity

Resolve

1. Corrected the injury type at 3rd report after reviewing source system

Claim Information

Update Type	Claim Nbr	Accident	Class Cd	Rpt Nbr
R	CLAIM1	01/01/18	5551	3

Inj Type	Claim Status	Claim Count	Cat Nbr	Jur St
1 02	0	1	0	

Fraud Ind	MCO Type	Voc Rehab	Lump Sum Ind	Occupation Desc
00	00	N	N	DOING STUFF

- Provide a detailed verification for the increase in incurred indemnity in the Explanation Journal
- In this scenario, NCCI reviews and accepts the corrections and explanations

Chapter 6: Validation Edit L253

Edit Message

Claims With the Same Accident Date Are Not Reported With a Catastrophe Number

Identify

- Identify the edit using the Validation screen in **UDC**

- Edit flagged on CLAIM4, CLAIM5, and CLAIM6

Research

Keep the catastrophe reporting rules in mind.
- A catastrophe is an accident resulting in two or more reportable claims
- Report with Catastrophe Numbers 01 to 10
- Increase the Catastrophe Number by 1 for each new catastrophe

Look closer at the data.
- Three claims have the same Accident Date and no Catastrophe Number

Claim Nbr	Accident Date	Catastrophe Nbr
CLAIM4	02/01/08	0
CLAIM5	02/01/08	0
CLAIM6	02/01/08	0

- Check source system to determine if these claims should be a catastrophe

Resolve

Possible actions:

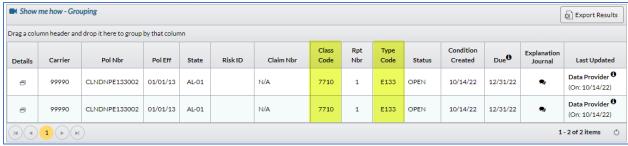| If	Then
Claims are from one catastrophe	[Enter action to take]
Accident Dates are incorrect	[Enter action to take]
Claims are not a catastrophe and Accident Dates are correct	[Enter action to take]

Chapter 7: Validation Edit E133

Edit Message

Duplicate Exposure Is Reported in Uneven Experience Modification and/or Rate Effective Date Periods
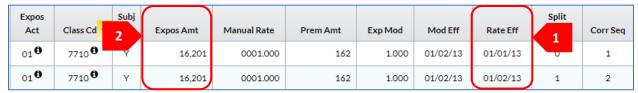
Identify

- Identify the edit using the Validation screen in **UDC**

Details	Carrier	Pol Nbr	Pol Eff	State	Risk ID	Claim Nbr	Class Code	Rpt Nbr	Type Code	Status	Condition Created	Due	Explanation Journal	Last Updated
	99990	CLNDNPE133002	01/01/13	AL-01		N/A	7710	1	E133	OPEN	10/14/22	12/31/22		Data Provider (On: 10/14/22)
	99990	CLNDNPE133002	01/01/13	AL-01		N/A	7710	1	E133	OPEN	10/14/22	12/31/22		Data Provider (On: 10/14/22)

1 - 2 of 2 items

- Edit flagged on Class Code 7710

Research

Look closer at the data.

Expos Act	Class Cd	Subj	Expos Amt	Manual Rate	Prem Amt	Exp Mod	Mod Eff	Rate Eff	Split	Corr Seq
01	7710	Y	16,201	0001.000	162	1.000	01/02/13	01/01/13	0	1
01	7710	Y	16,201	0001.000	162	1.000	01/02/13	01/02/13	1	2

1. Two different Rate Effective Date periods
   a. From 01/01/2013 to 01/02/2013
   b. From 01/02/2013 to 01/01/2014
2. Exposure Amounts are the same

Check the source system to determine the correct Rate Effective Date and Exposure Amounts.

Resolve

Possible actions:

If	Then
A Rate Effective Date is incorrect	[Enter action to take]
An Exposure Amount is incorrect	[Enter action to take]
The Rate Effective Dates and Exposure Amounts are correct	[Enter action to take]

Chapter 8: Validation Edit C821

Edit Message

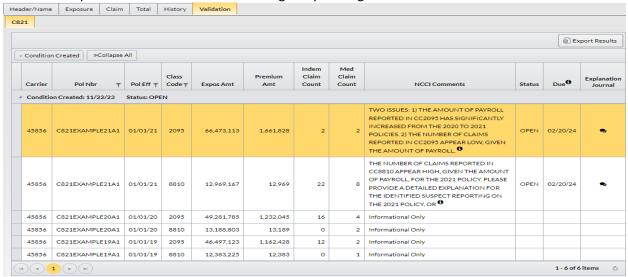The Distribution of Claims Appears Suspect Compared to the Exposure Amount in the Class

Identify

- Identify the edit using the Validation screen in *UDC*
- Click the Details button to view the Claim details for more information

Details	Carrier	Pol Nbr	Pol Eff	State	Risk ID	Claim Nbr	Class Code	Rpt Nbr	Type Code	Status	Condition Created	Due	Explanation Journal	Last Updated
	45856	C821EXAMPLE21A1	01/01/21	AL-01		N/A	2095	1	C821	OPEN	11/22/23	02/20/24		NCCI (On: 11/22/23)
	45856	C821EXAMPLE21A1	01/01/21	AL-01		N/A	8810	1	C821	OPEN	11/22/23	02/20/24		NCCI (On: 11/22/23)

1 - 2 of 2 items

- Edit flagged on Class Codes 2095 and 8810

Research

- Look deeper into what the C821 is referring to by visiting the Validation Tab on the unit

Carrier	Pol Nbr	Pol Eff	Class Code	Expos Amt	Premium Amt	Indem Claim Count	Med Claim Count	NCCI Comments	Status	Due	Explanation Journal
Condition Created: 11/22/23	Status: OPEN										
45856	C821EXAMPLE21A1	01/01/21	2095	66,473,113	1,661,828	2	2	TWO ISSUES: 1) THE AMOUNT OF PAYROLL REPORTED IN CC2095 HAS SIGNIFICANTLY INCREASED FROM THE 2020 TO 2021 POLICIES. 2) THE NUMBER OF CLAIMS REPORTED IN CC2095 APPEAR LOW, GIVEN THE AMOUNT OF PAYROLL.	OPEN	02/20/24	
45856	C821EXAMPLE21A1	01/01/21	8810	12,969,167	12,969	22	6	THE NUMBER OF CLAIMS REPORTED IN CC8810 APPEAR HIGH, GIVEN THE AMOUNT OF PAYROLL, FOR THE 2021 POLICY. PLEASE PROVIDE A DETAILED EXPLANATION FOR THE IDENTIFIED SUSPECT REPORTING ON THE 2021 POLICY, OR	OPEN	02/20/24	
45856	C821EXAMPLE20A1	01/01/20	2095	49,281,785	1,232,045	16	4	Informational Only			
45856	C821EXAMPLE20A1	01/01/20	8810	13,188,803	13,189	0	2	Informational Only			
45856	C821EXAMPLE19A1	01/01/19	2095	46,497,123	1,162,428	12	2	Informational Only			
45856	C821EXAMPLE19A1	01/01/19	8810	12,383,225	12,383	0	1	Informational Only			

1 - 6 of 6 items

- In this scenario, check the source system or check with the carrier's audit department to verify payroll and claims reporting

Resolve

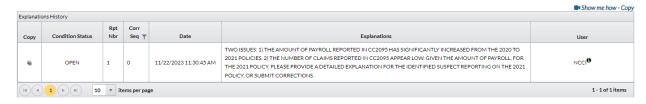1. Reclassify the claims classified to CC8810 incorrectly

Delete	Edit	Details	DG	Update Type	Claim Nbr	Accident	Class Cd	Inj Type	Claim Status	Rpt Nbr	Corr Seq	Activity Status
☐	✎	🖨	0	R ❶	CLAIM1	06/10/21	2095 ❶	05 ❶	1 ❶	1	0	
☐	✎	🖨	0	R ❶	CLAIM2	11/24/21	2095 ❶	06 ❶	1 ❶	1	0	
☐	✎	🖨	0	R ❶	CLAIM3	09/10/21	2095 ❶	05 ❶	1 ❶	1	0	
☐	✎	🖨	0	R ❶	CLAIM4	06/08/21	2095 ❶	06 ❶	1 ❶	1	0	
☐	✎	🖨	0	R ❶	CLAIM5	02/25/21	8810 ❶	◀ **1**	1 ❶	1	0	
☐	✎	🖨	0	R ❶	CLAIM6	06/23/21	8810 ❶	06 ❶	1 ❶	1	0	
☐	✎	🖨	0	R ❶	CLAIM7	11/02/21	8810 ❶	06 ❶	1 ❶	1	0	
☐	✎	🖨	0	R ❶	CLAIM8	03/15/21	8810 ❶	05 ❶	1 ❶	1	0	
☐	✎	🖨	0	R ❶	CLAIM9	04/20/21	8810 ❶	06 ❶	1 ❶	1	0	
☐	✎	🖨	0	R ❶	CLAIM10	08/19/21	8810 ❶	06 ❶	1 ❶	1	0	

2. Provide a detailed verification for the payroll increase after corrections are submitted:

2 ▶ The payroll increase reported in CC2095 was on an account of an acquisition in 2021. The acquisition added more payroll in CC2095 in particular.
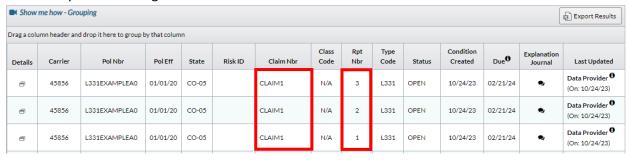
✓ Save Explanation   ⊘ Clear

📹 Show me how - Copy

Explanations History

Copy	Condition Status	Rpt Nbr	Corr Seq	Date	Explanations	User
🖨	OPEN	1	0	11/22/2023 11:30:45 AM	TWO ISSUES: 1) THE AMOUNT OF PAYROLL REPORTED IN CC2095 HAS SIGNIFICANTLY INCREASED FROM THE 2020 TO 2021 POLICIES. 2) THE NUMBER OF CLAIMS REPORTED IN CC2095 APPEAR LOW, GIVEN THE AMOUNT OF PAYROLL, FOR THE 2021 POLICY. PLEASE PROVIDE A DETAILED EXPLANATION FOR THE IDENTIFIED SUSPECT REPORTING ON THE 2021 POLICY, OR SUBMIT CORRECTIONS.	NCCI ❶

⏮ ◀ **1** ▶ ⏭ 10 ▾ items per page   1 - 1 of 1 items

Chapter 9: Validation Edit L331

Edit Message

Claim Is Reported With Type of Recovery Code and Net Incurred Loss Lower Than Gross Incurred Losses in Prior Report Levels

Identify

- Identify the edit using the Validation screen in **UDC**

Details	Carrier	Pol Nbr	Pol Eff	State	Risk ID	Claim Nbr	Class Code	Rpt Nbr	Type Code	Status	Condition Created	Due ❶	Explanation Journal	Last Updated
🖶	45856	L331EXAMPLEA0	01/01/20	CO-05		CLAIM1	N/A	3	L331	OPEN	10/24/23	02/21/24	💬	Data Provider ❶ (On: 10/24/23)
🖶	45856	L331EXAMPLEA0	01/01/20	CO-05		CLAIM1	N/A	2	L331	OPEN	10/24/23	02/21/24	💬	Data Provider ❶ (On: 10/24/23)
🖶	45856	L331EXAMPLEA0	01/01/20	CO-05		CLAIM1	N/A	1	L331	OPEN	10/24/23	02/21/24	💬	Data Provider ❶ (On: 10/24/23)

- Edit flagged for CLAIM1 on report levels 1 to 3

Research

Look closer at the data.

Claim Nbr	Accident	Rpt Nbr	Corr Seq	Class Code	Claim Status	Inj Type	Cat Nbr	Claim DG	Incur Indem	Pd Indem	Incur Med	Pd Med
Settlement Type	Jur St	Act Code	Loss Type	Recovery Type	Claim Type	Body Part	Nature of Inj	Inj Cause	Voc Rehab	Lump Sum Ind	Occupation Desc	Claim Count
CLAIM1	01/01/20	3	1	8831	1	05	0	2	5,000	5,000	10,000	10,000
00		01		03	01	10	10	10	N	N	DOING STUFF	1
CLAIM1	01/01/20	2	0	8831	0	05	0	2	20,000	15,000	20,000	10,000
00		01	01	01	01	10	10	10	N	N	DOING STUFF	1
CLAIM1	01/01/20	1	0	8831	0	05	0	2	20,000	10,000	20,000	5,000
00		01	01	01	01	10	10	10	N	N	DOING STUFF	1

Notice that at 3rd report level:
1. Gross incurred losses are lower, and
2. There is a Recovery Type Code

We will need to check with the carrier's claims department to determine if the recovery is accurate.

Resolve

Assume that the claims department verifies that the recovery is correct. We need to submit corrections to the 1st and 2nd reports to:

1. Reduce the incurred and paid losses to their appropriate values, and
2. Add Recovery Code 03

Claim Nbr	Accident	Rpt Nbr	Corr Seq	Class Code	Claim Status	Inj Type	Cat Nbr	Claim DG	Incur Indem	Pd Indem	Incur Med	Pd Med
Settlement Type	Jur St	Act Code	Loss Type	Recovery Type	Claim Type	Body Part	Nature of Inj	Inj Cause	Voc Rehab	Lump Sum Ind	Occupation Desc	Claim Count
CLAIM1	01/01/20	3	1	8831	1	05	0	0	5,000	5,000	10,000	10,000
00		01	01	03	01	10	10	10	N	N	DOING STUFF	1
CLAIM1	01/01/20	2	1	8831	0	05	0	0	5,000	5,000	10,000	10,000
00		01		03	01	10	10	10	N	N	DOING STUFF	1
CLAIM1	01/01/20	1	1	8831	0	05	0	0	5,000	5,000	10,000	5,000
00		01		03	01	10	10	10	N	N	DOING STUFF	1

Circular Information for the L331

To find more information on this edit, please refer to Circular FYI-DQ-2023-01.
Highlights of this circular include:

- Implementation of new Unit Statistical validation edit—L331
- Plans for:
  - Evaluating previously reported data affected by L331
  - Data Grade changes for edits 0015-04 and 0015-05
  - Q2 2024 Data Grade changes for L331
- Resources for reporting subrogation recoveries and special fund reimbursements

Reporting Rules and Additional Resources for Subrogation Reporting

For complete NCCI *Statistical Plan* rules, refer to:

- Part 4-A-1-a—Subrogation
- Part 4-A-1-b—Assessments and Special Funds
- State exceptions to above listed parts

For additional details, refer to the *Unit Statistical Reporting Guidebook* and review:

- Part 5—Loss and Expense Information and Examples of reporting subrogation recovery claims
- Part 12—Edit and Validation Matrices for details of the upcoming edit changes outlined in the *Unit Statistical Reporting Guidebook*

In Q1 2024, the *Unit Statistical Reporting Guidebook* will be updated with additional instructions and examples on this topic.