



# Circular

JUNE 6, 2008

ANNOUNCEMENT

TN-2008-06

## Tennessee—Amended Item 01-TN-2008—Catastrophe Provisions Miscellaneous Values, Rules, Statistical Codes, and Forms

### ACTION NEEDED

Please review the changes outlined in the attachment to this circular for impact on your company's systems and procedures. Also review the *Status of Item Filings* circular for state approval of this item.

**Caution:** At the time of distribution of this circular, this item has been filed with the regulator but is **not yet approved**. This information is provided for your convenience and analysis. Please do not use the information until the regulators have approved the filing.

### BACKGROUND

Circular TN-2008-04, dated May 29, 2008, announced the filing of Item 01-TN-2008. Subsequent to the announcement of that item, Exhibit 11 has been revised. Please replace the previous exhibit with the one attached in this circular. No other changes to the item have been made.

### IMPACT

The estimated impacts in each state are shown in Exhibits 6 and 11.

### NCCI ACTION

NCCI will release updated pages of NCCI's *Basic Manual for Workers Compensation and Employers Liability Insurance*, *URE Workers Compensation Statistical Plan*, *Statistical Plan for Workers Compensation and Employers Liability Insurance*, and *Forms Manual of Workers Compensation and Employers Liability Insurance* upon approval.

### PERSON TO CONTACT

If you have any questions, please contact:  
Customer Service Center  
NCCI, Inc.  
901 Peninsula Corporate Circle  
Boca Raton, FL 33487  
800-NCCI-123

ITEM 01-TN-2008—CATASTROPHE PROVISIONS MISCELLANEOUS VALUES, RULES,  
STATISTICAL CODES AND FORMS

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EXHIBIT 11  
ESTIMATED IMPACT OF CHANGES IN CATASTROPHE PROVISIONS BY STATE

State	Current DTEC Loss Cost (inc. LAE)	Proposed Catastrophe Loss Cost (inc. LAE)	Proposed Change in Catastrophe Loss Cost (inc. LAE)	Avg. Non- Terrorism Loss Cost (inc. LAE)	Percentage Impact of Terrorism Loss Cost	CY 2006 WC Written Premium (\$ 000)	Estimated Premium Impact (\$ 000)
(1)	(2)	(3)	(4)	(5)	(6) = (4) / (5)	(7)	(8) = (6) x (7)
Tennessee	0.02	0.02	0.00	1.87	0.0%	947,781	-