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# RESIDUAL MARKET FORUM

## 2022

February 10, 2022



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# LARGE LOSSES IN THE RESIDUAL MARKET

Ryan Voll, ACAS, MAAA

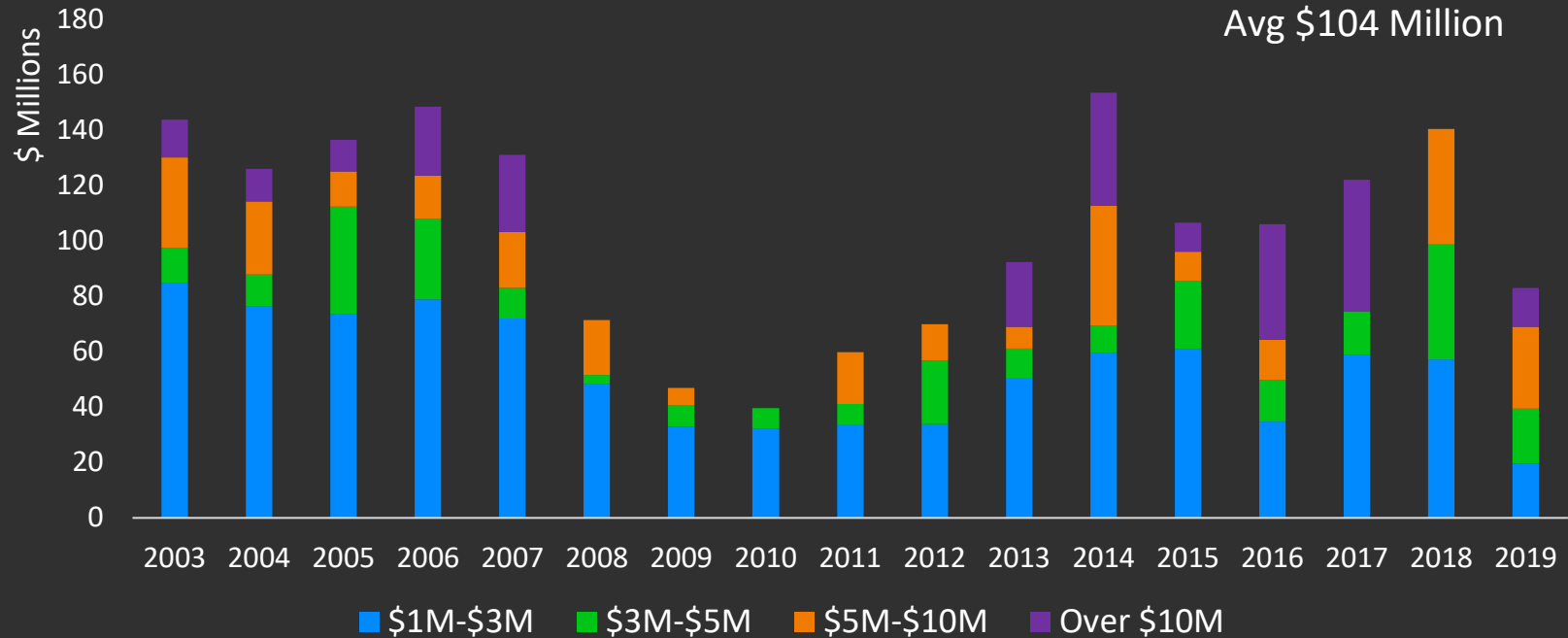
Manager and Associate Actuary, NCCI

# Large Losses in the Residual Market

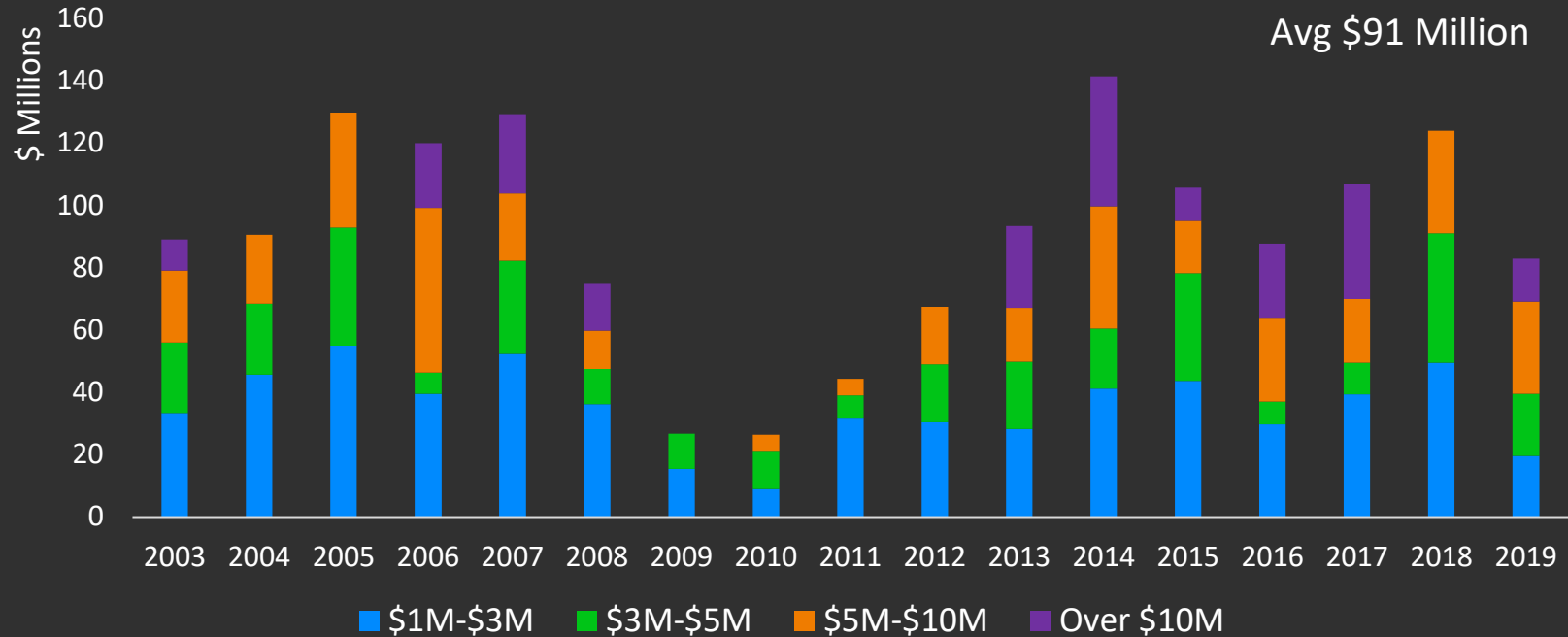
- Large Losses make up just 0.4% of all claims, but nearly 17% of all losses
- Construction share impacts the amount of large losses
- Trunk and Head, and Fall and Struck, make up most large loss claims



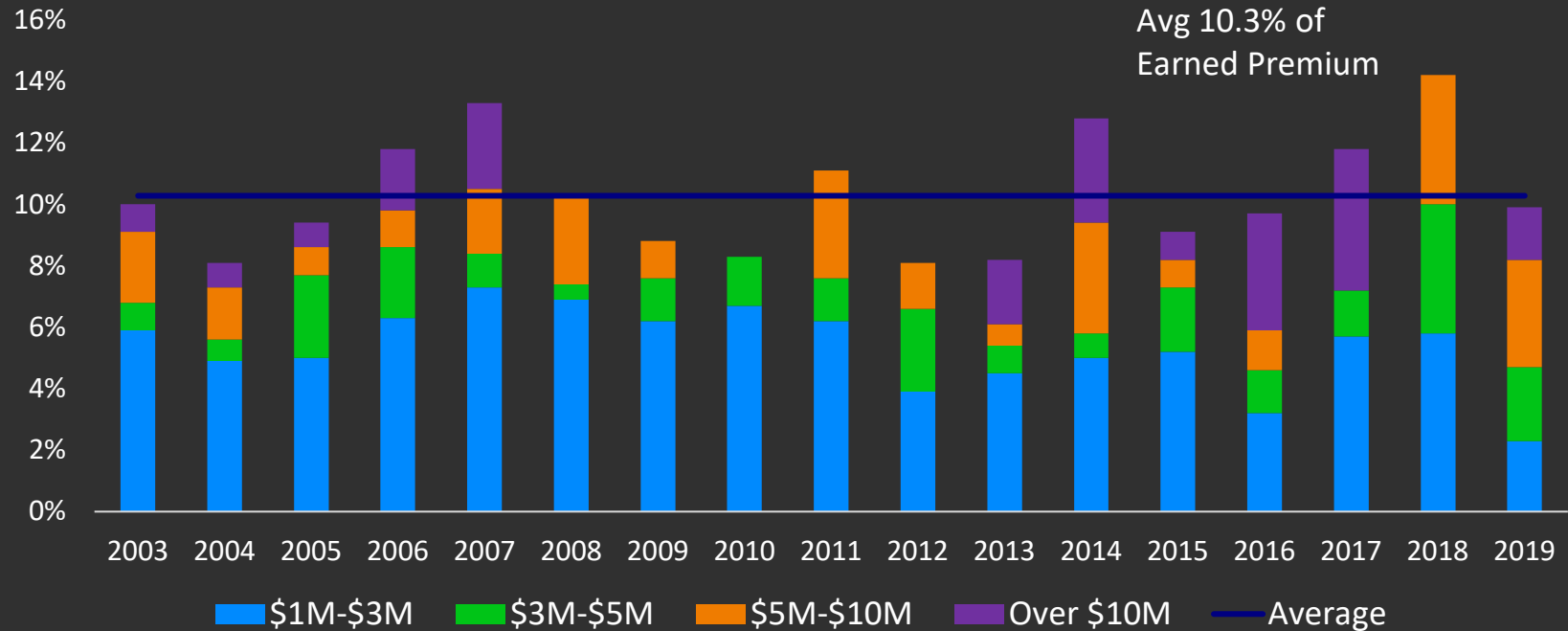
# Large Losses by Range and Policy Year



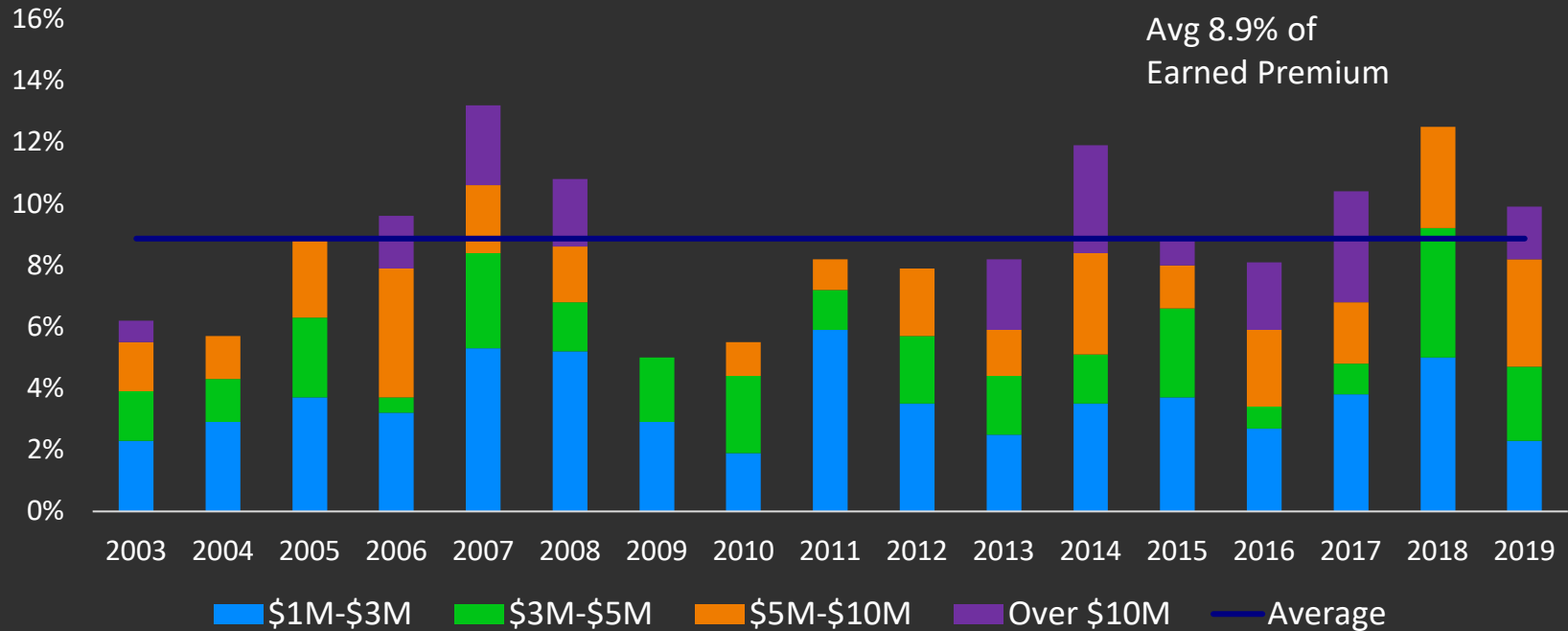
# Large Losses by Range and Policy Year at 11 Quarters



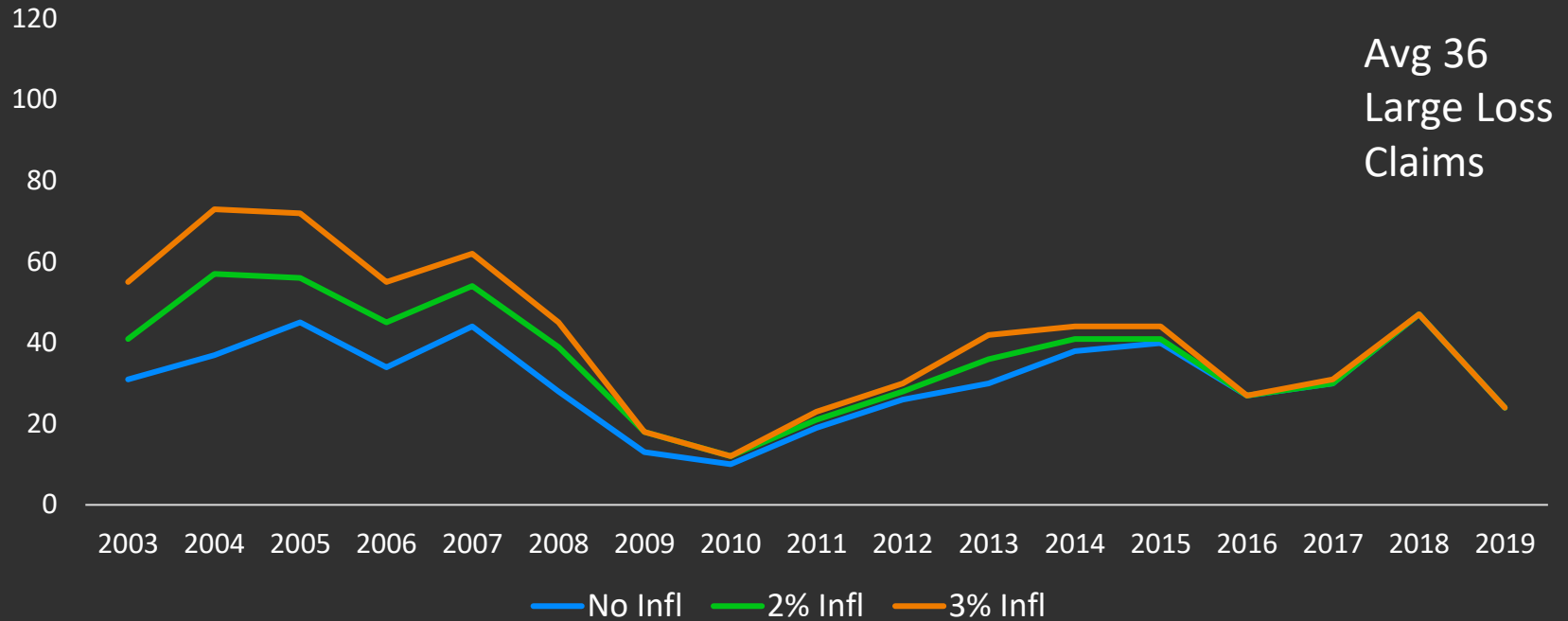
# Large Losses as Percentage of Earned Premium



# Large Losses as Percentage of Earned Premium at 11 Quarters

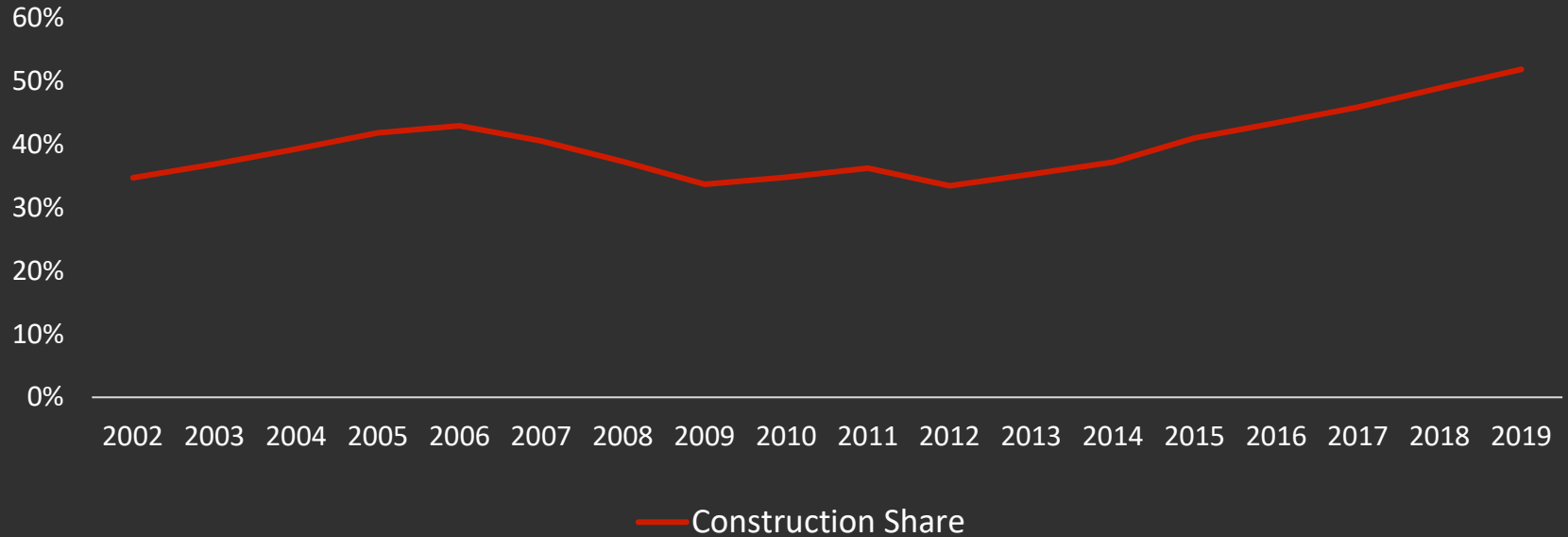


# Count of Claims Over \$1M at 11 Quarters

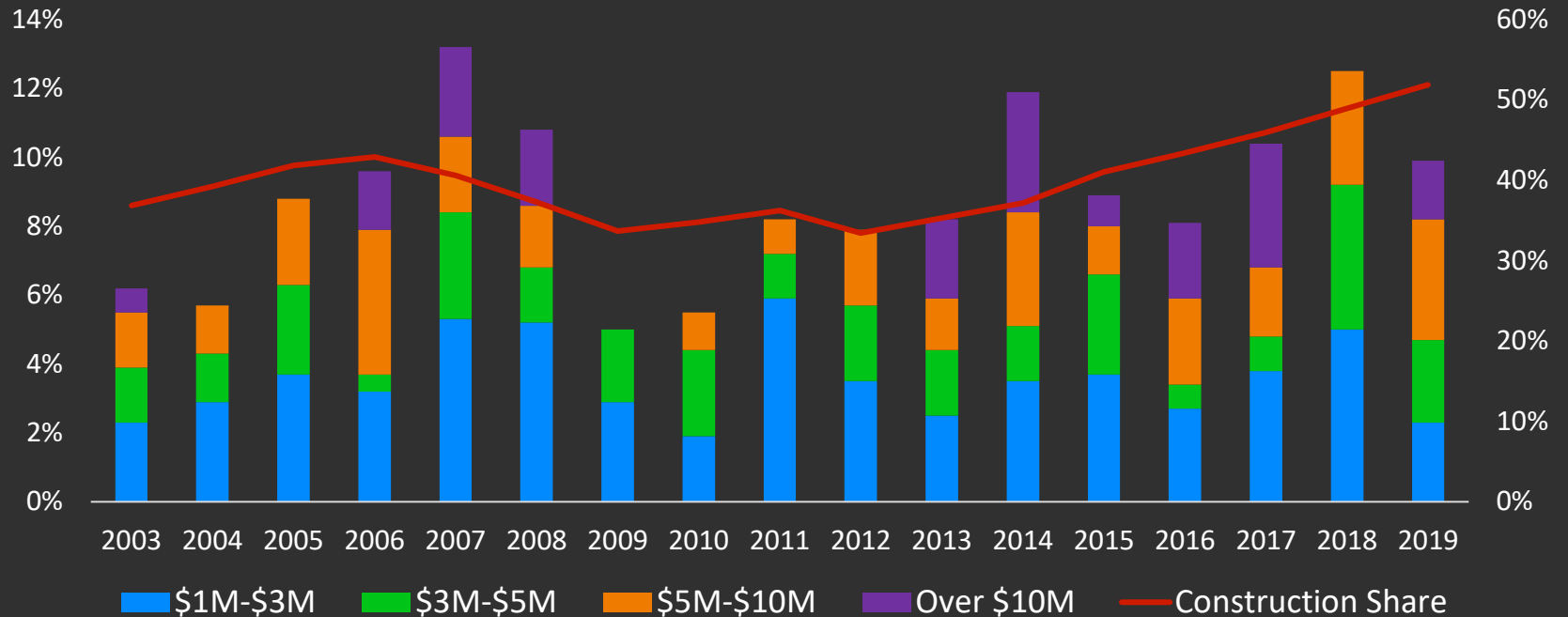




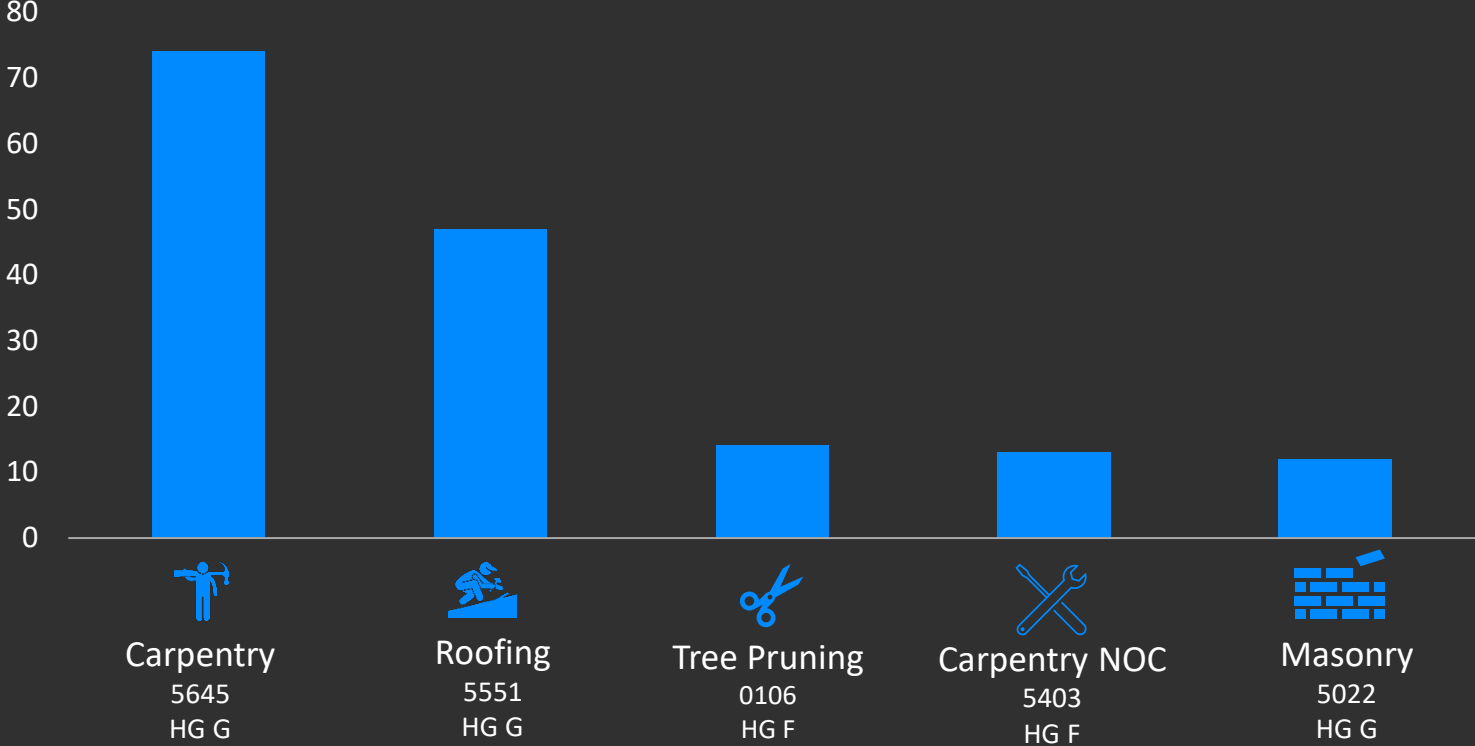
# Construction Share of Residual Market Premium



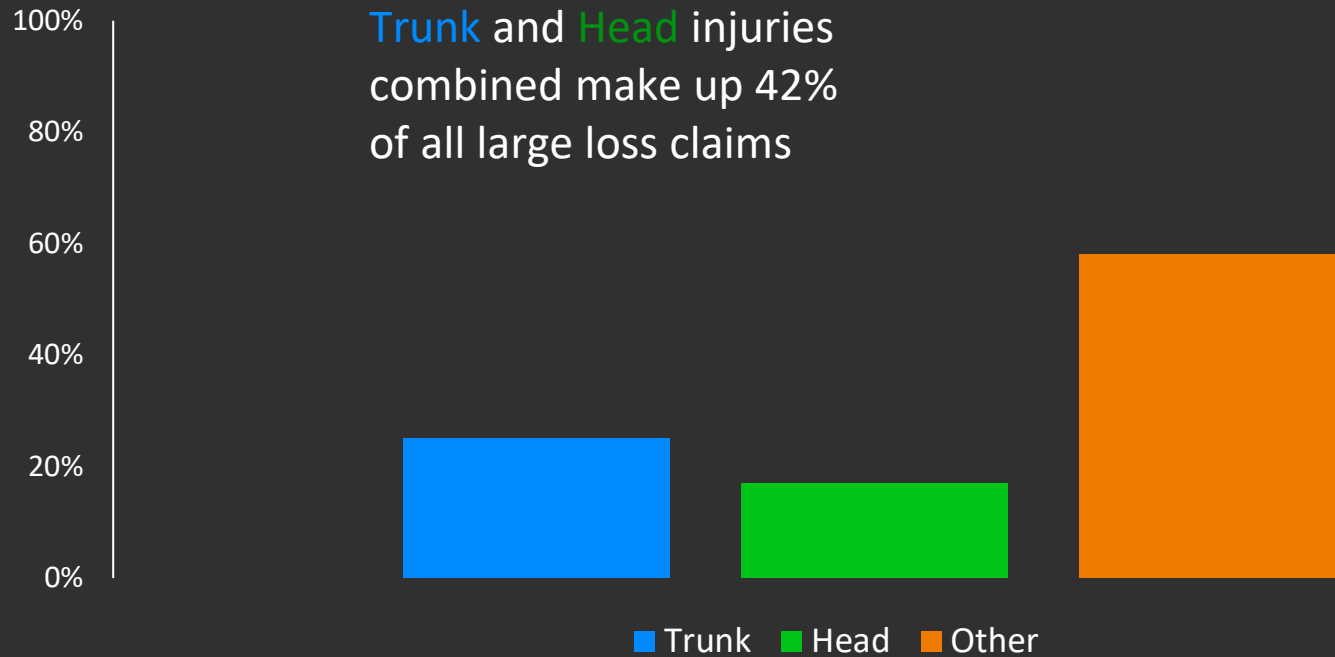
# Key Connection: Construction Payroll and Large Losses



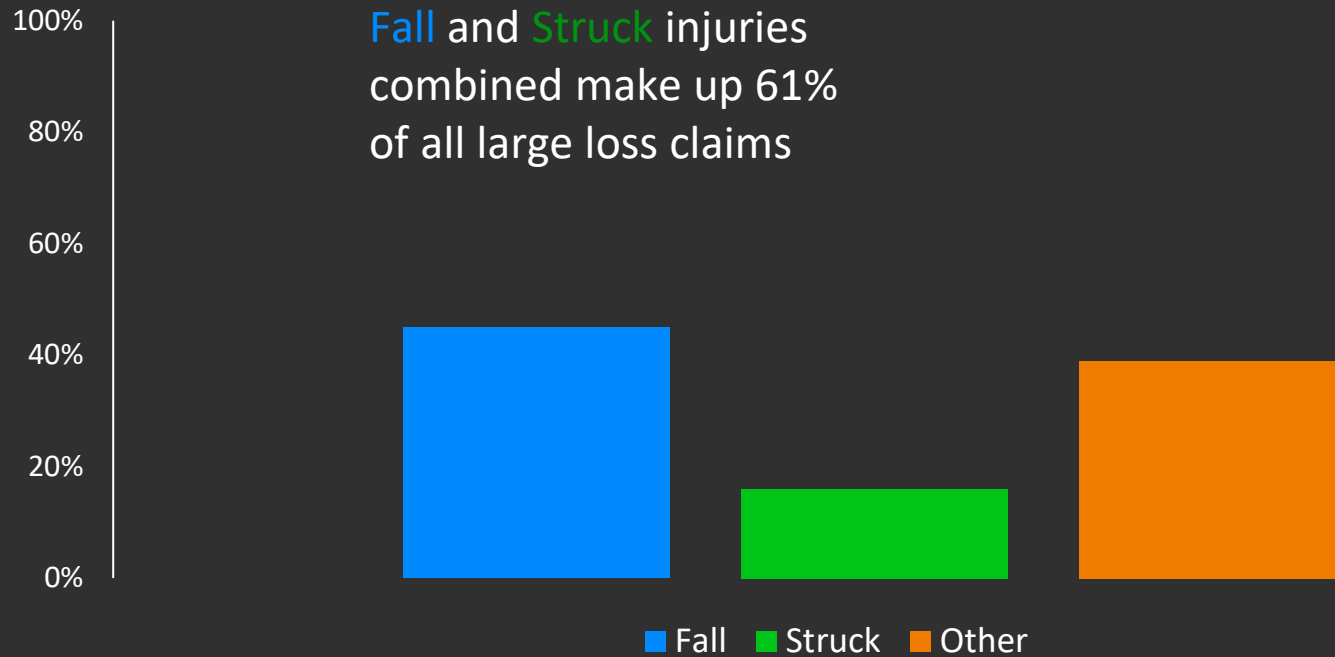
# Top Five Codes for Large Losses in the Residual Market



# Large Loss by Part of Body



# Large Loss by Cause of Injury



# Summary of Large Losses in the Residual Market

- 0.4% of all claims; 17% of all losses
- Construction share impacts the amount of large losses
- Injuries to the Trunk and Head caused by Falls and being Struck make up most large loss claims