



Georgia Residual Market State Activity Report

Second Quarter 2025



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Executive Summary

NCCI, as Pool and Plan Administrator of the Georgia Workers Compensation Insurance Plan, is pleased to provide the Second Quarter 2025 *Georgia Residual Market State Activity Report*.

Residual Market demographics contained in this report include:

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If you have any questions or comments about this report, please feel free to contact Sean Cordell, Plan Administration, sean_cordell@ncci.com or 561-893-3171.



Residual Market Demographics

Residual Market Total Policies and Premium In Force

As of June 30, 2025—compared to prior year

Total number of Assigned Risk Plan policies and prorated estimated premium volume in force reported as of the date listed above. This excludes policies that have been cancelled or expired prior to the date listed above.

The other exhibits in this report describe quarterly and year-to-date data, including policies that cancelled or expired during the timeframe.

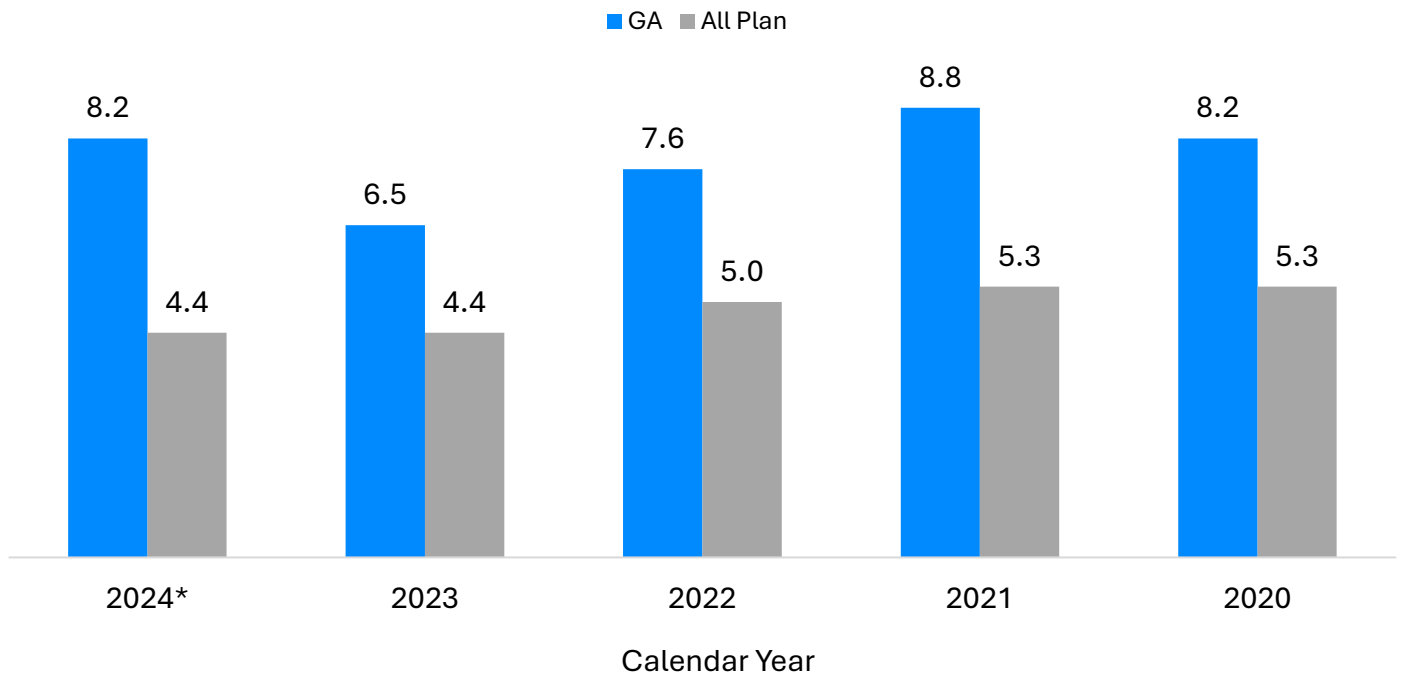
	2025	2024	2025 vs. 2024 #	2025 vs. 2024 %
Policy Count	15,296	16,540	-1,244	-7.5%
Premium Volume	\$48,270,829	\$74,711,525	-\$26,440,696	-35.4%



Residual Market Demographics

Georgia Residual Market Share Compared to All Plan Jurisdictions Market Share Calendar Years 2024 - 2020

Plan Premium as a Percentage of Direct Written Premium



*Preliminary

Note: The Residual Market Share is based on residual market written premium as a percentage of total direct written premium on a calendar year basis, from financial data reported to NCCI.

Due to the nature of calendar year data, this chart provides a full year of data and is updated only once a year with the second quarter report.

This Residual Market Share is published in the **Residual Market Management Summary** within *Exhibit P* for NCCI Plan and Pool Administered states. “All Plan” jurisdictions in this chart represent the subtotal market shares for NCCI Plan-administered states within *Exhibit P*.



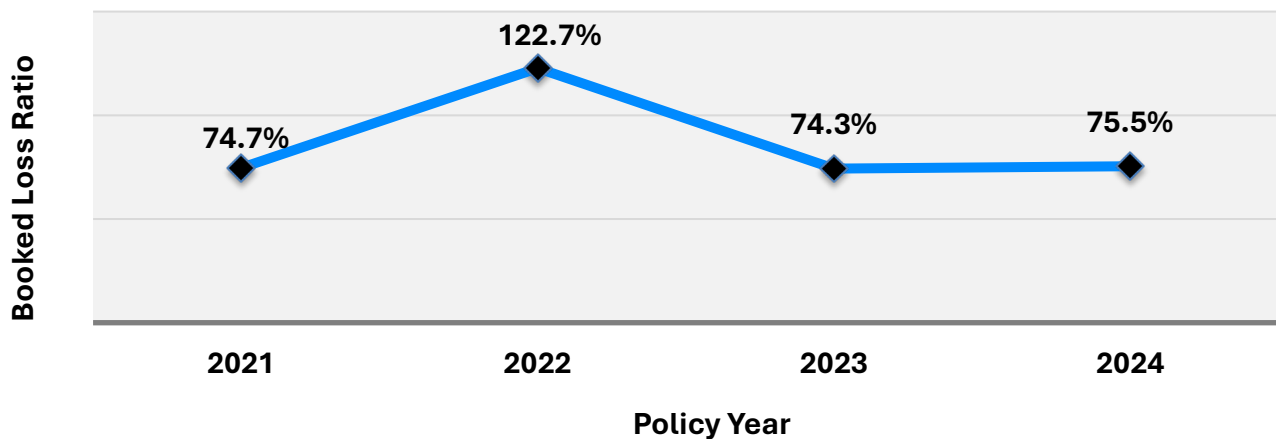
Residual Market Demographics

Georgia Residual Market Reinsurance Pool

Policy Year Financial Results through 1st Quarter 2025 for 2024 and prior years*

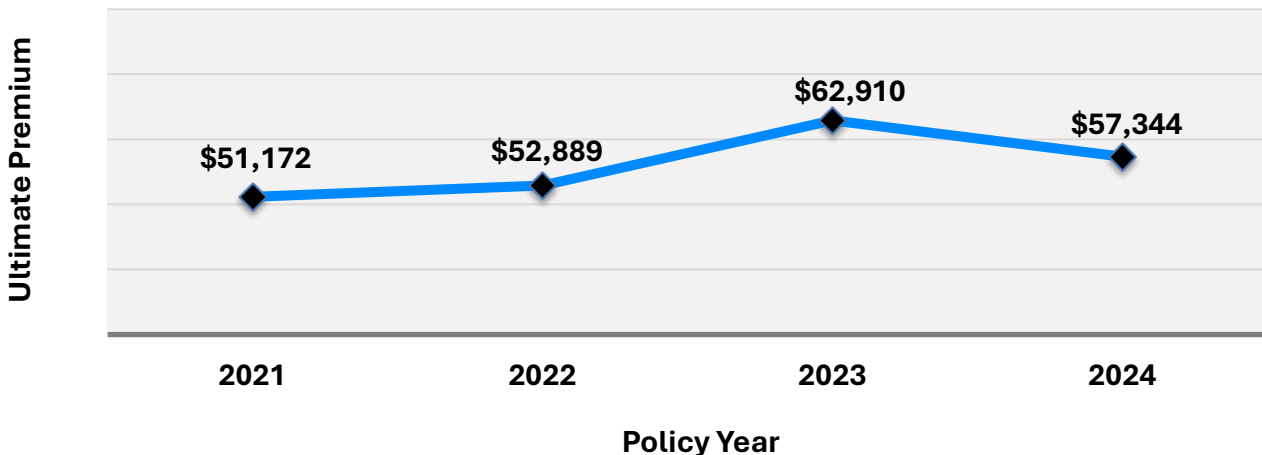
Booked Loss Ratio (Projected to Ultimate)

The ratio of total incurred losses to total net premiums (net of uncollectible premium) in a given period, in this state, expressed as a percentage.



Ultimate Net Written Premium (Projected to Ultimate) (000's)

The premium charged by an insurance company for coverage provided by an insurance contract for the policy period in this state.



*2nd Quarter 2025 data will be available the end of October 2025 due to the timing of data reporting

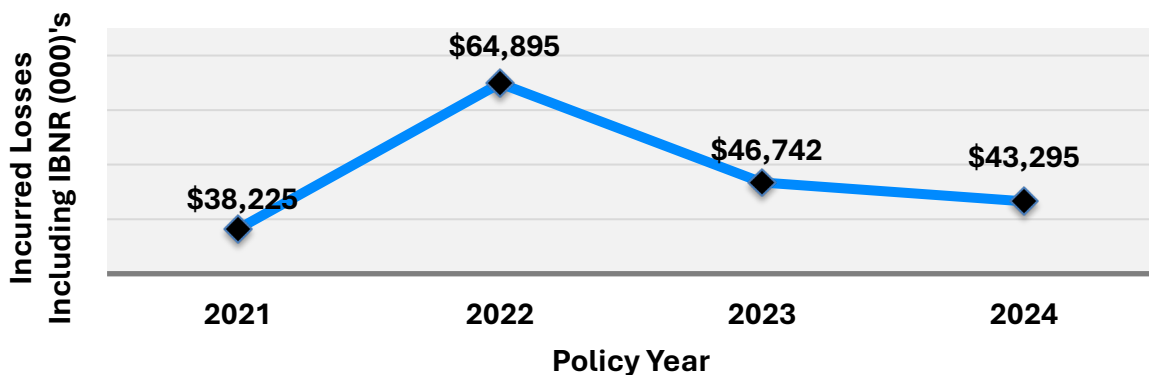


Residual Market Demographics

Georgia Residual Market Reinsurance Pool Net Operating Results Policy Year Financial Results through 1st Quarter 2025 for 2024 and prior years*

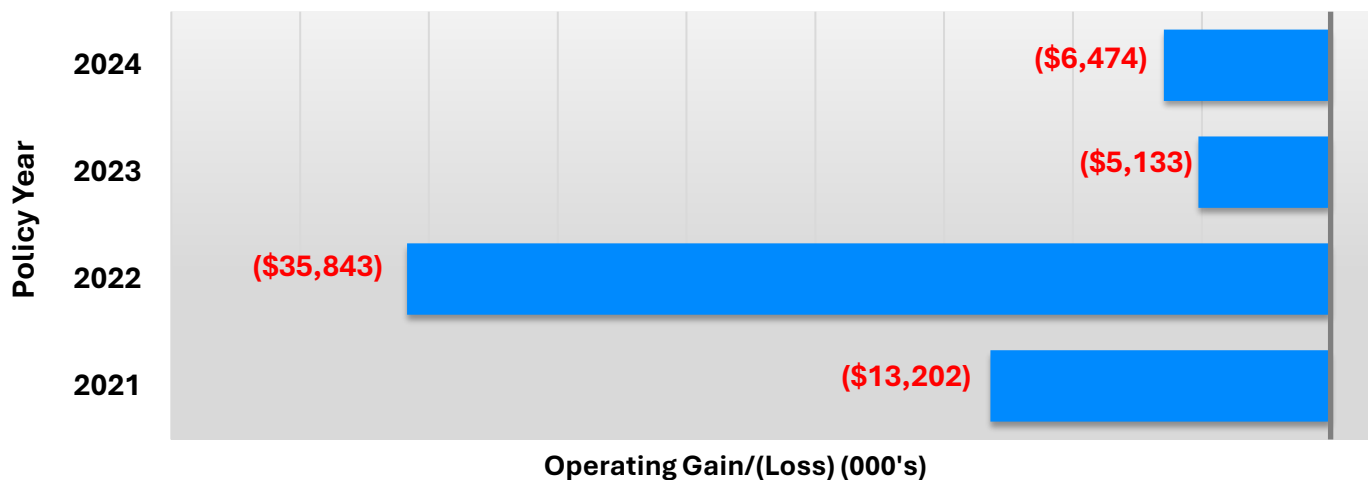
Incurred Losses (Projected to Ultimate)

Policy year incurred losses reflect paid losses, case reserves and IBNR reserves for policies written in a particular policy year in that state.



Estimated Net Operating Gain/(Loss) (000's) (Projected to Ultimate)

The financial statement presentation that reflects the excess of earned premium over incurred losses, less all operating expenses, plus all investment income in that state.



*2nd Quarter 2025 data will be available the end of October 2025 due to the timing of data reporting



Residual Market Demographics

Collections/Indemnification

The following shows a comparison of gross written premium and uncollectible premium reported in Georgia for Policy Years 2021-2025, obtained through NP-4 and NP-5 reports including traumatic and black lung claims, evaluated through 1st Quarter 2025.

Policy Year	Gross Written Premium \$	Uncollectible Premium \$	Percentage
2021	103,922,772	51,887,319	49.9%
2022	106,008,450	52,018,076	49.1%
2023	109,710,378	34,025,840	31.0%
2024	65,572,601	--	--
2025	9,653,808	--	--

* The uncollectible premiums provided are reported by the servicing carriers on a quarterly basis. Uncollectible premium is generally reported up to 24 months after the policy expiration date due to audit, billing, and collection requirements. Therefore, the uncollectible premium data has not yet developed for the more recent policy years.



Residual Market Demographics

Voluntary Coverage Assistance Program

Second Quarter Data through June 30, 2025

The volume of assigned risk applications redirected to the voluntary market through NCCI's *VCAP® Service*. The following shows the results *VCAP® Service* has provided during Second Quarter 2025.

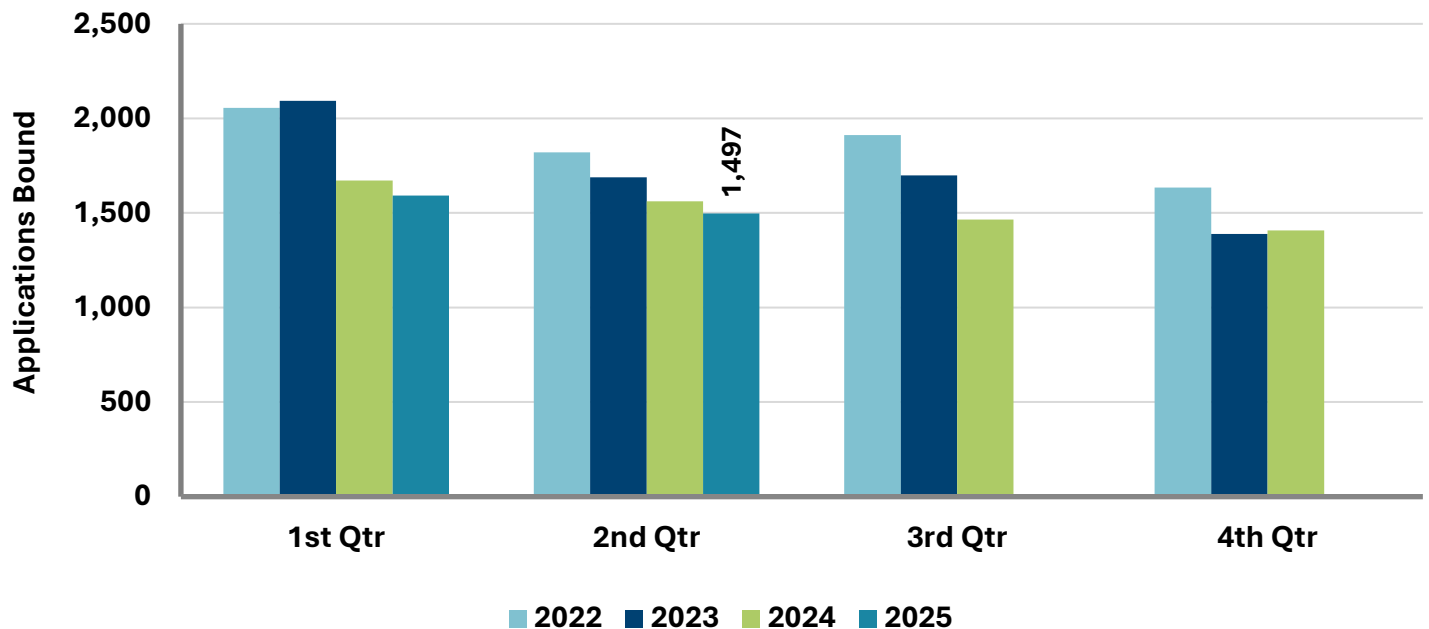
Number of Applications Reviewed by VCAP® Service	1,548
Associated Premium for Applications Reviewed	\$4,309,604.09
Number of VCAP® Service Matches	1,381
VCAP® Service Matches as a % of Applications Reviewed	89.21%
Number of VCAP® Service Offers	60
VCAP® Service Offers as a % of Matches	4.34%
Number of Confirmed VCAP® Service Policies	58
Confirmed VCAP® Service Policies as a % of Applications Reviewed	3.75%
Redirected Assigned Risk Premium	\$226,619.20
Associated Voluntary Market Premium	\$180,845.00
Savings	\$45,774.20
Average Savings per Application	\$789.21
Savings as a % of Redirected Assigned Risk Premium	20.20%
Redirected Premium as a % of Associated Premium for Applications Reviewed by VCAP® Service	5.26%



Residual Market Demographics

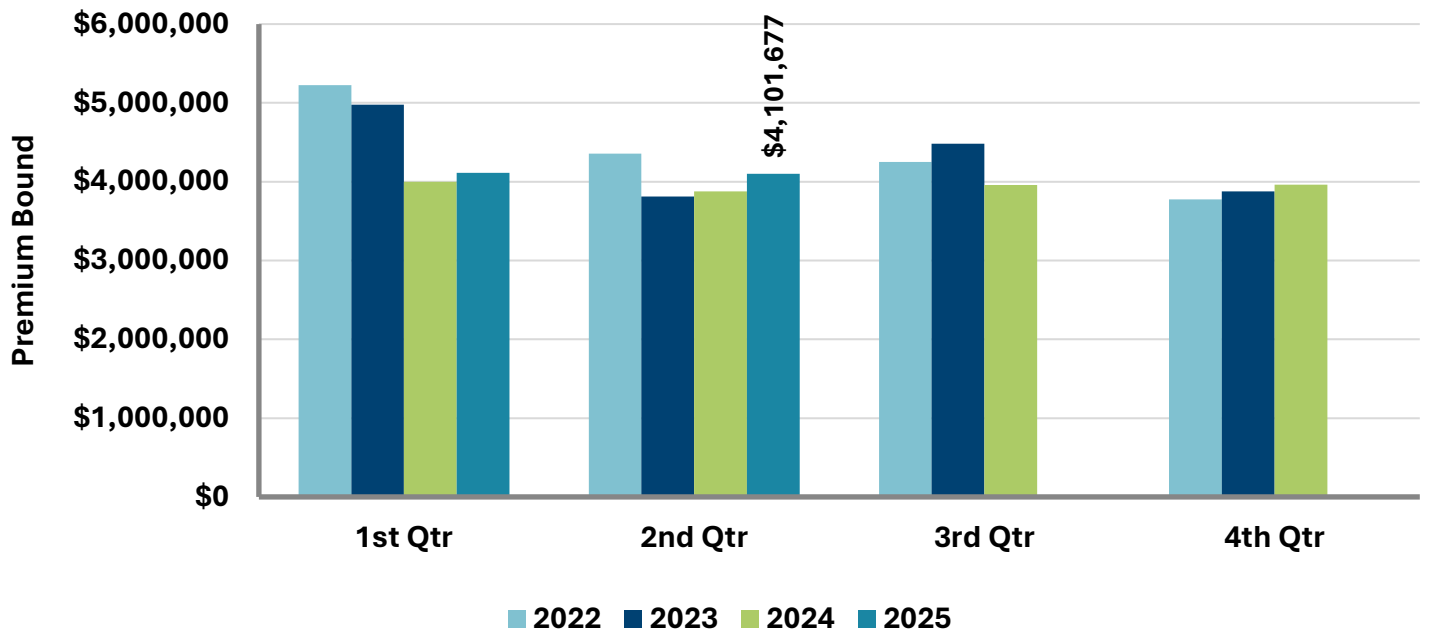
Total Applications Bound — 2022 vs. 2023 vs. 2024 vs. 2025

The number of applications—both new and reassignment—that are assigned to a Servicing Carrier or a Direct Assignment Carrier (if applicable).



Total Application Premium Bound — 2022 vs. 2023 vs. 2024 vs. 2025

The total estimated premium on bound applications—both new and reassignment—that are assigned to a Servicing Carrier or a Direct Assignment Carrier (if applicable).



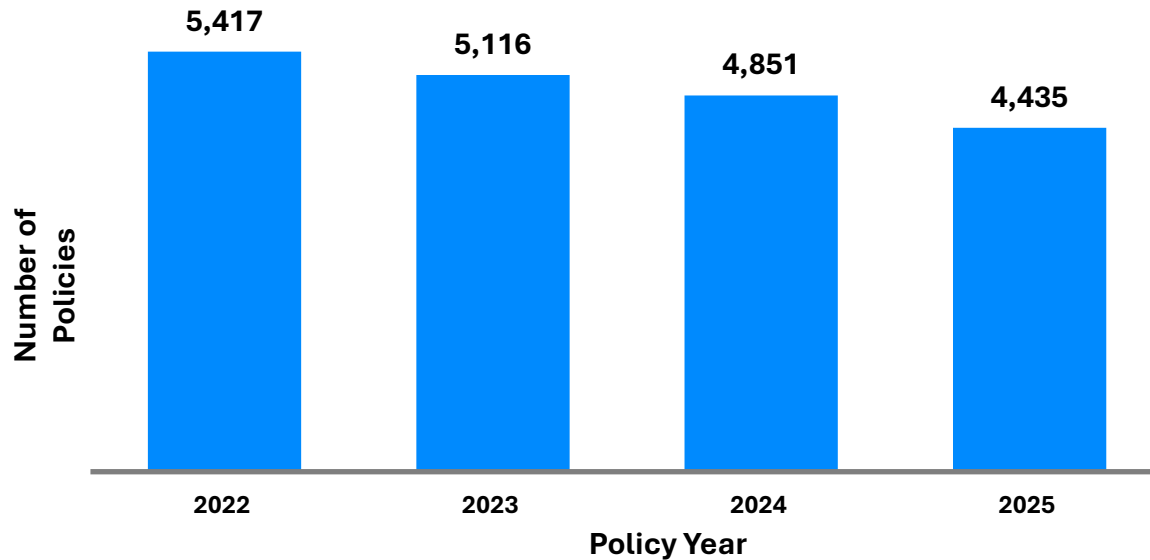


Residual Market Demographics

Residual Market Total Policy Counts

Second Quarter Data for Policies Reported through June 30, 2025

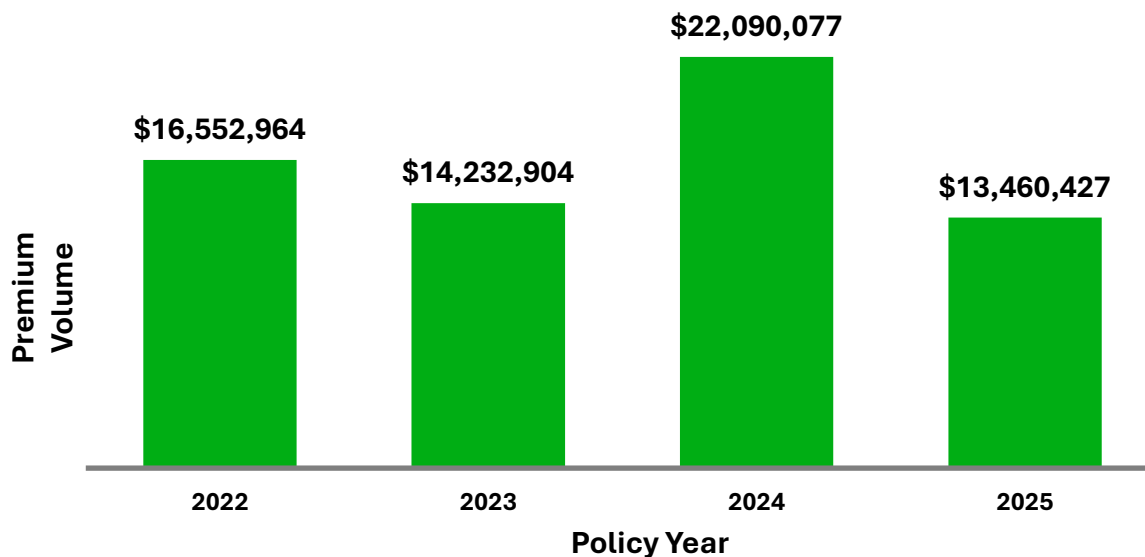
Total number of all Assigned Risk Plan policies with effective dates during the calendar period listed above.



Residual Market Total Premium Volume

Second Quarter Data for Premium Reported through June 30, 2025

Total amount of all Assigned Risk Plan prorated estimated annual premium with effective dates during the calendar period listed above.





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Residual Market Demographics

Premium Size Profiles

The total number of Assigned Risk Plan policies and prorated estimated annual premium totals, with effective dates during the respective timeframe (Second Quarter), and reported to NCCI by June 30, 2025, by both Direct Assignment and Servicing Carriers.

Second Quarter Data Reported through June 30, 2025

Premium Size \$	Policy Count	% of Total Policies	Premium \$	% of Total Premium	Average Premium \$
0- 2,499	3,777	85.2	5,336,090	39.6	1,413
2,500- 4,999	297	6.7	1,024,813	7.6	3,451
5,000- 9,999	192	4.3	1,326,247	9.9	6,908
10,000- 19,999	105	2.4	1,409,667	10.5	13,425
20,000- 49,999	37	0.8	1,122,960	8.3	30,350
50,000- 99,999	17	0.4	1,009,293	7.5	59,370
100,000- 199,999	9	0.2	1,319,691	9.8	146,632
200,000+	1	0.0	911,666	6.8	911,666
Total	4,435	100.0	13,460,427	100.0	3,035

Second Quarter 2024 Data for Comparison

Premium Size \$	Policy Count	% of Total Policies	Premium \$	% of Total Premium	Average Premium \$
0- 2,499	3,966	81.8	5,303,860	24.0	1,337
2,500- 4,999	330	6.8	1,154,812	5.2	3,499
5,000- 9,999	239	4.9	1,726,108	7.8	7,222
10,000- 19,999	161	3.3	2,197,284	9.9	13,648
20,000- 49,999	71	1.5	2,209,547	10.0	31,120
50,000- 99,999	71	1.5	5,209,597	23.6	73,375
100,000- 199,999	9	0.2	1,197,812	5.4	133,090
200,000+	4	0.1	3,091,057	14.0	772,764
Total	4,851	100.0	22,090,077	100.0	4,554

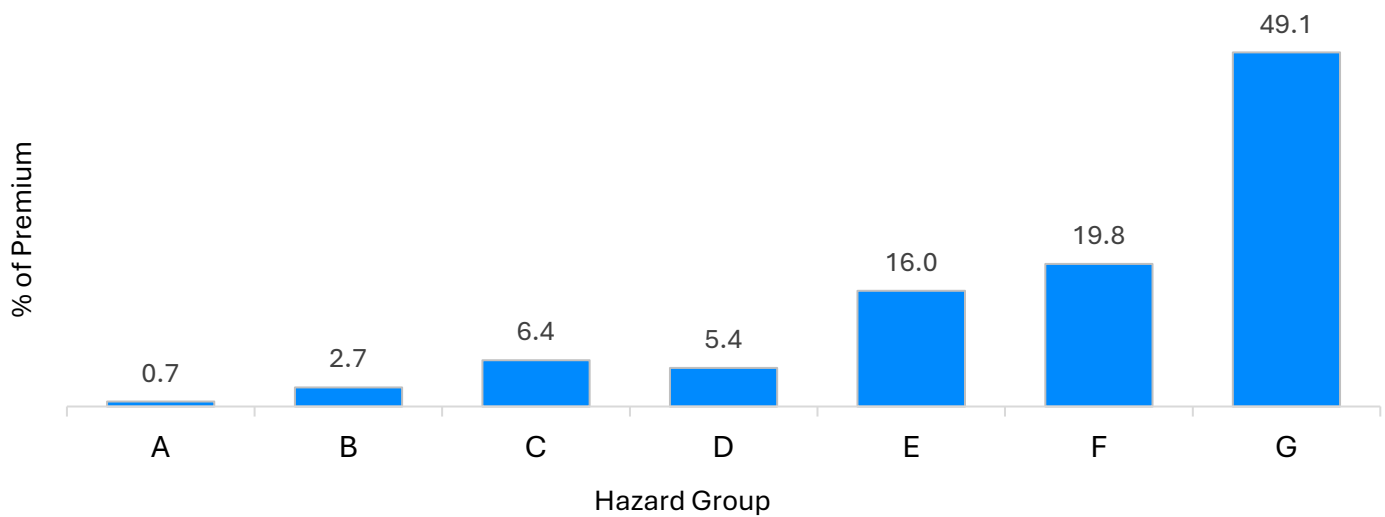


Residual Market Demographics

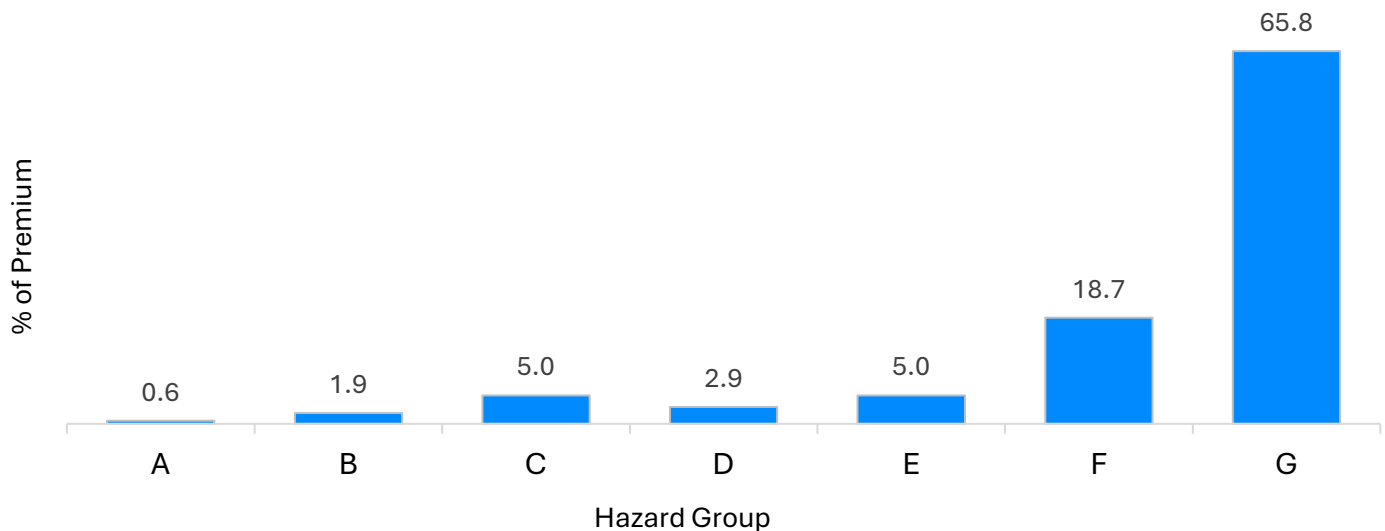
Hazard Group Distribution

Second Quarter Data Reported through **June 30, 2025**

The Hazard Groups for Assigned Risk Plan policies reported to NCCI by Direct Assignment and Servicing Carriers as of the date listed above.



Second Quarter 2024 Data for Comparison





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Second Quarter 2025

Residual Market Demographics

Residual Market Top 10 Classification Codes by Policy Count Second Quarter Data Reported through June 30, 2025

The top 10 governing class codes by total policy count—policies issued by Servicing Carriers and Direct Assignment Carriers in this state as of the date listed above.

Rank	Code and Description	Policy Count	% of Policies
1	5645 - Carpentry Construction of Residential Dwellings Not Exceeding Three Stories in Height	731	16.5
2	5551 - Roofing-All Kinds & Drivers	500	11.3
3	5474 - Painting NOC & Shop Operations, Drivers	406	9.2
4	5437 - Carpentry-Installation of Cabinet Work or Interior Trim	296	6.7
5	5445 - Wallboard, Sheetrock, Drywall, Plasterboard, or Cement Board Installation - Within Buildings & Drivers	269	6.1
6	7219 - Trucking - NOC-All Employees & Drivers	170	3.8
7	8720 - Inspection of Risks For Insurance or Valuation Purposes NOC	137	3.1
8	9014 - Janitorial Services By Contractors-No Window Cleaning Above Ground Level & Drivers	122	2.8
9	6217 - Excavation & Drivers	107	2.4
10	5221 - Concrete or Cement Work- Floors, Driveways, Yards or Sidewalks-& Drivers	98	2.2

Residual Market Top 10 Classification Codes by Premium Volume Second Quarter Data Reported through June 30, 2025

The top 10 governing class codes by prorated estimated annual premium written on total policies issued by Servicing Carriers and Direct Assignment Carriers in this state as of the date listed above.

Rank	Code and Description	Premium \$	% of Premium
1	5645 - Carpentry Construction of Residential Dwellings Not Exceeding Three Stories in Height	2,121,719	15.8
2	5551 - Roofing-All Kinds & Drivers	1,312,110	9.7
3	5474 - Painting NOC & Shop Operations, Drivers	951,814	7.1
4	4459 - Plastics Mfg.- Sheets, Rods, or Tubes	911,666	6.8
5	5445 - Wallboard, Sheetrock, Drywall, Plasterboard, or Cement Board Installation - Within Buildings & Drivers	647,369	4.8
6	5606 - Contractor - Project Manager, Construction Executive, Construction Manager, or Construction Superintendent	498,390	3.7
7	5437 - Carpentry-Installation of Cabinet Work or Interior Trim	479,919	3.6
8	7219 - Trucking - NOC-All Employees & Drivers	433,090	3.2
9	9014 - Janitorial Services By Contractors-No Window Cleaning Above Ground Level & Drivers	366,069	2.7
10	7600 - Telecommunications Co. - Cable TV, or Satellite - All Other Employees & Drivers	297,993	2.2



Glossary of Terms

Applications Bound—The applications that are actually assigned to a Servicing Carrier or Direct Assignment Carrier (if applicable).

Earned Premium or Premiums Earned—That portion of written premiums applicable to the expired portion of the time for which the insurance was in effect. When used as an accounting term, “premiums earned” describes the premiums written during a period, plus the unearned premiums at the beginning of the period, less the unearned premiums at the end of the period.

In Force (Policies/Premium)—All policies and associated estimated premium that are current as of a given date. This excludes policies that have been cancelled or expired prior to the given date.

Incurred But Not Reported (IBNR)—Pertaining to losses where the events that will result in a loss, and eventually a claim, have occurred, but have not yet been reported to the insurance company. The term may also include “bulk” reserves for estimated future development of case reserves.

Loss Ratio—The ratio of total incurred losses to total earned premiums in a given period, expressed as a percentage. The formula for loss ratio is $(\text{loss} + \text{loss adjustment expense}) / \text{earned premium}$.

Premium Bound—The total estimated annual premium on bound applications.

Prorated Estimated Annual Premium—premium determined by multiplying a policy’s total estimated annual premium to a factor based on the number of days the policy was in effect. For example, if a policy was in effect for 100 days, the factor would be $100/365$ or 0.274 . For a policy with a total estimated annual premium of \$1,000 the prorated estimated annual premium would be \$274. This calculation is applied to cancelled policies.

Underwriting Gain/ (Loss)—The financial statement presentation that reflects the excess of earned premium over incurred losses.

VCAP® Service—Voluntary Coverage Assistance Program is a supplemental program to NCCI’s Workers Compensation Insurance Plan. As part of NCCI’s strategic vision of maintaining and depopulating the residual market, NCCI’s **VCAP® Service** redirects coverage opportunities for employers to voluntary market insurers, which generally provide coverage at a lower cost. **VCAP® Service** provides an additional source for producers and employers to secure voluntary workers compensation coverage prior to entering the residual market for coverage.