



Mississippi Residual Market State Activity Report

First Quarter 2024



Executive Summary

NCCI, Plan Administrator of the Mississippi Workers Compensation Insurance Plan, is pleased to provide the First Quarter 2024 *Mississippi 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.

For Pool Information, please contact CIS at 601-977-9456.



Residual Market Demographics

Residual Market Total Policies and Premium In Force

As of March 31, 2024—compared to prior year

Total number of Assigned Risk Plan policies and 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.

	2024	2023	2024 vs. 2023 #	2024 vs. 2023 %
Policy Count	1,567	1,741	-174	-10.0%
Premium Volume	\$9,845,228	\$10,292,830	-\$447,602	-4.3%



Residual Market Demographics

Voluntary Coverage Assistance Program

First Quarter Data through March 31, 2024

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 First Quarter 2024.

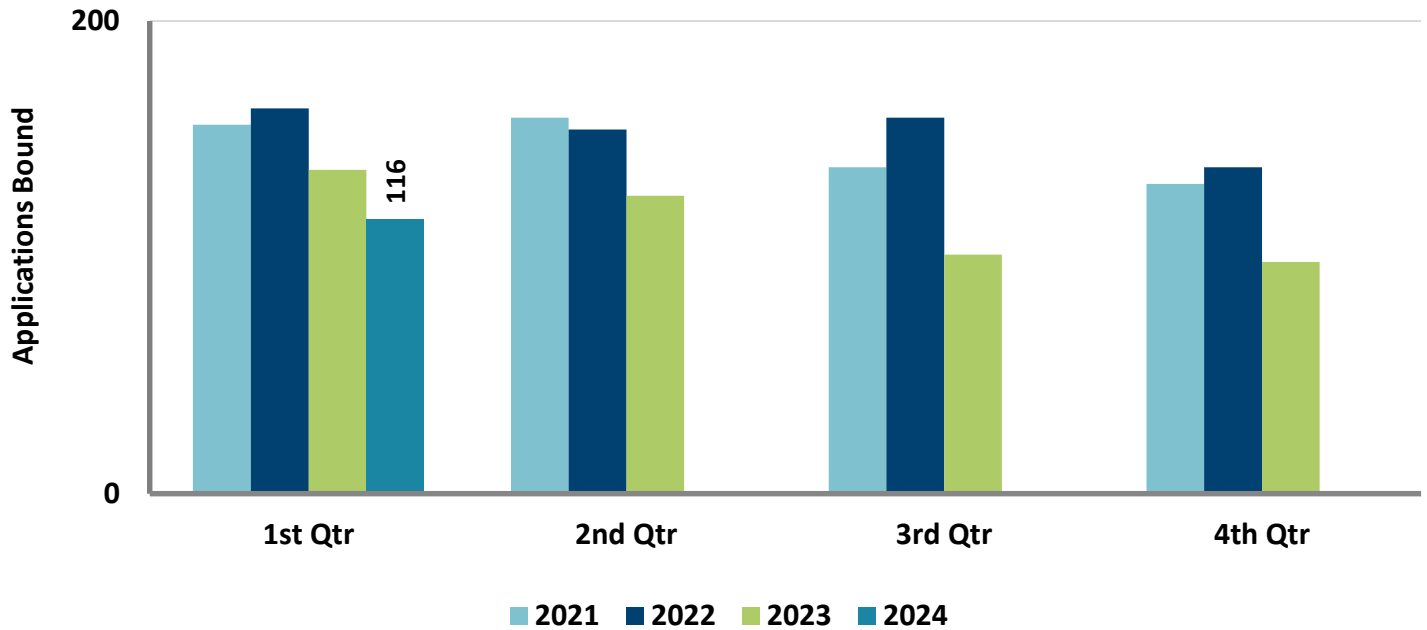
Number of Applications Reviewed by <i>VCAP</i> [®] <i>Service</i>	146
Associated Premium for Applications Reviewed	\$810,996.69
Number of <i>VCAP</i> [®] <i>Service</i> Matches	137
<i>VCAP</i> [®] <i>Service</i> Matches as a % of Applications Reviewed	93.84%
Number of <i>VCAP</i> [®] <i>Service</i> Offers	31
<i>VCAP</i> [®] <i>Service</i> Offers as a % of Matches	22.63%
Number of Confirmed <i>VCAP</i> [®] <i>Service</i> Policies	28
Confirmed <i>VCAP</i> [®] <i>Service</i> Policies as a % of Applications Reviewed	19.18%
Redirected Assigned Risk Premium	\$117,514.42
Associated Voluntary Market Premium	\$102,299.00
Savings	\$15,215.42
Average Savings per Application	\$543.41
Savings as a % of Redirected Assigned Risk Premium	12.95%
Redirected Premium as a % of Associated Premium for Applications Reviewed by <i>VCAP</i> [®] <i>Service</i>	14.49%



Residual Market Demographics

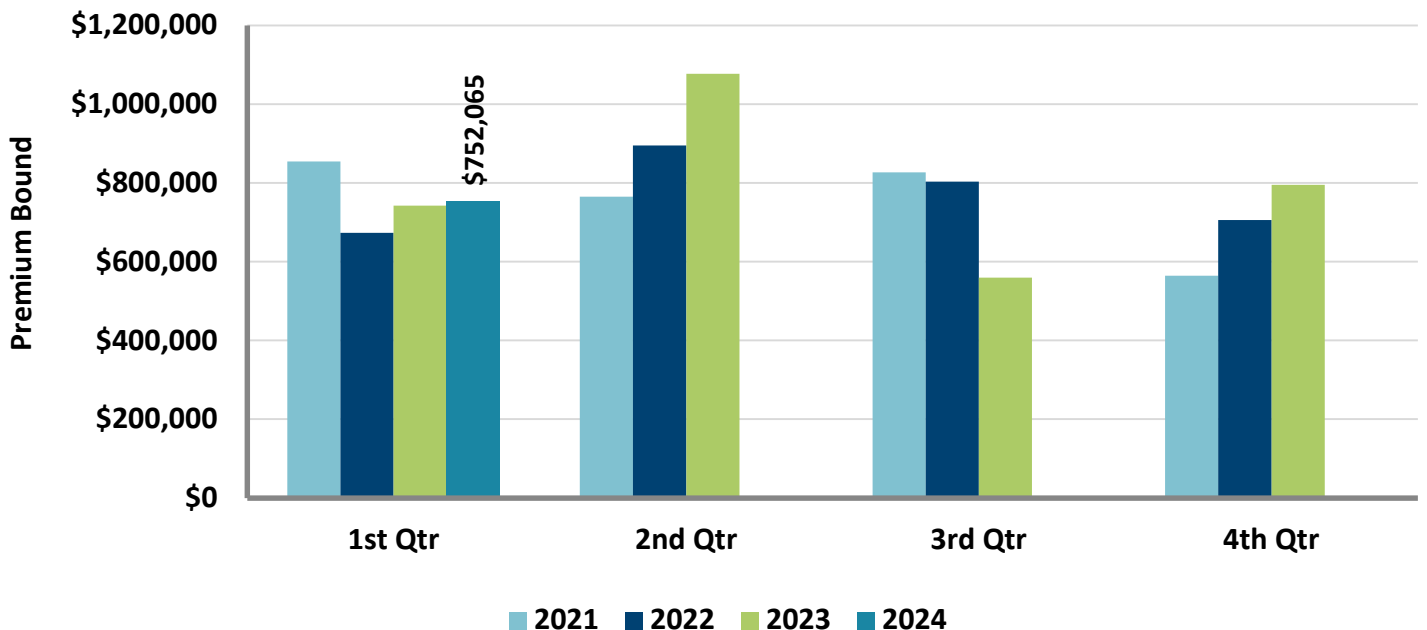
Total Applications Bound — 2021 vs. 2022 vs. 2023 vs. 2024

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 — 2021 vs. 2022 vs. 2023 vs. 2024

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).



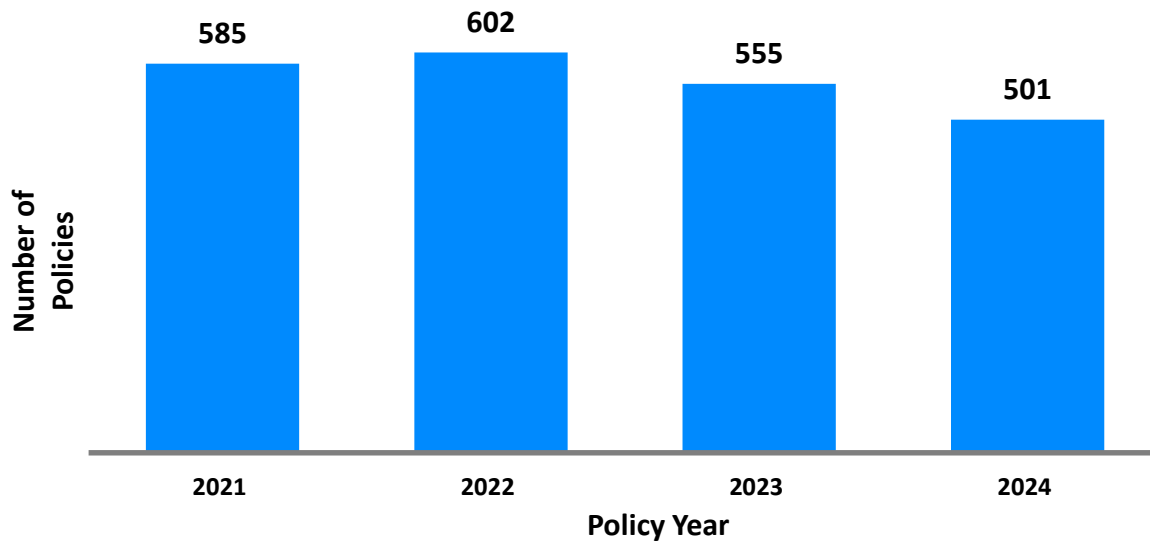


Residual Market Demographics

Residual Market Total Policy Counts

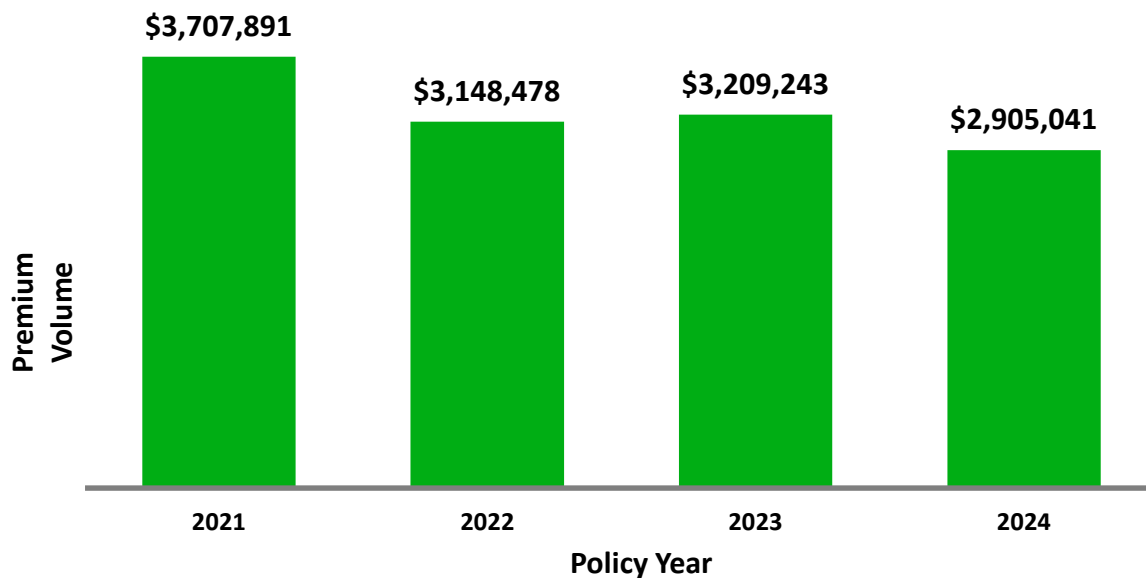
First Quarter Data for Policies Reported through March 31, 2024

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



First Quarter Data for Premium Reported through March 31, 2024

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





Residual Market Demographics

Premium Size Profiles

The total number of Assigned Risk Plan policies and estimated annual premium totals, with effective dates during the respective timeframe (First Quarter), and reported to NCCI by March 31, 2024, by both Direct Assignment and Servicing Carriers.

First Quarter Data Reported through March 31, 2024

Premium Size \$	Policy Count	% of Total Policies	Estimated Annual Premium \$	% of Total Premium	Average Premium \$
0- 2,499	263	52.5	303,580	10.5	1,154
2,500- 4,999	99	19.8	357,738	12.3	3,614
5,000- 9,999	79	15.8	539,379	18.6	6,828
10,000- 19,999	33	6.6	464,756	16.0	14,084
20,000- 49,999	19	3.8	577,929	19.9	30,417
50,000- 99,999	7	1.4	547,697	18.9	78,242
100,000- 99,999	1	0.2	113,962	3.9	113,962
200,000+	0	0.0	0	0.0	0
Total	501	100.0	2,905,041	100.0	5,798

First Quarter 2023 Data for Comparison

Premium Size \$	Policy Count	% of Total Policies	Estimated Annual Premium \$	% of Total Premium	Average Premium \$
0- 2,499	311	56.0	342,670	10.7	1,102
2,500- 4,999	98	17.7	349,084	10.9	3,562
5,000- 9,999	77	13.9	527,132	16.4	6,846
10,000- 19,999	43	7.7	608,280	19.0	14,146
20,000- 49,999	15	2.7	454,492	14.2	30,299
50,000- 99,999	9	1.6	618,768	19.3	68,752
100,000- 99,999	2	0.4	308,817	9.6	154,409
200,000+	0	0.0	0	0.0	0
Total	555	100.0	3,209,243	100.0	5,782

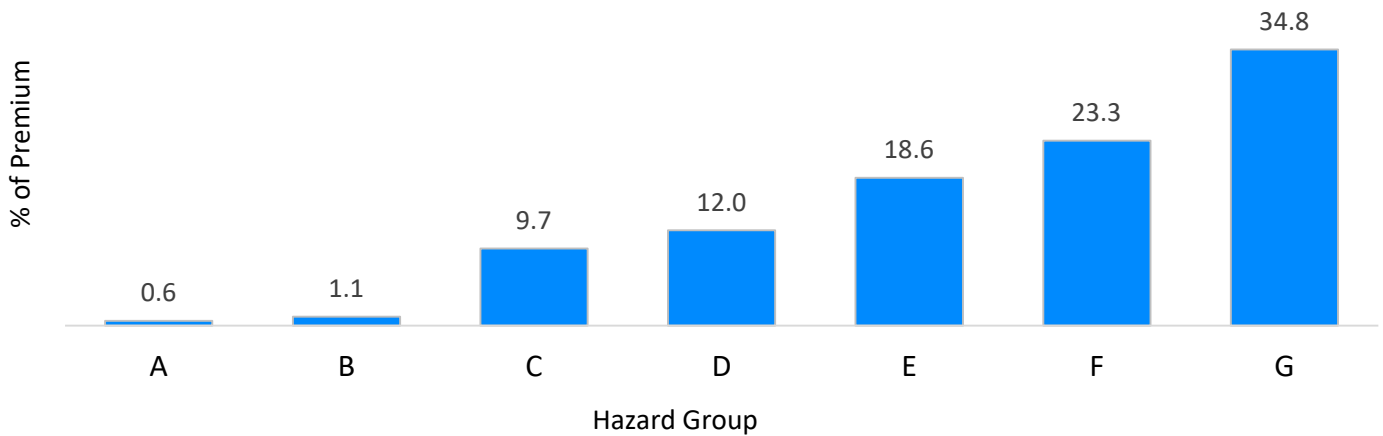


Residual Market Demographics

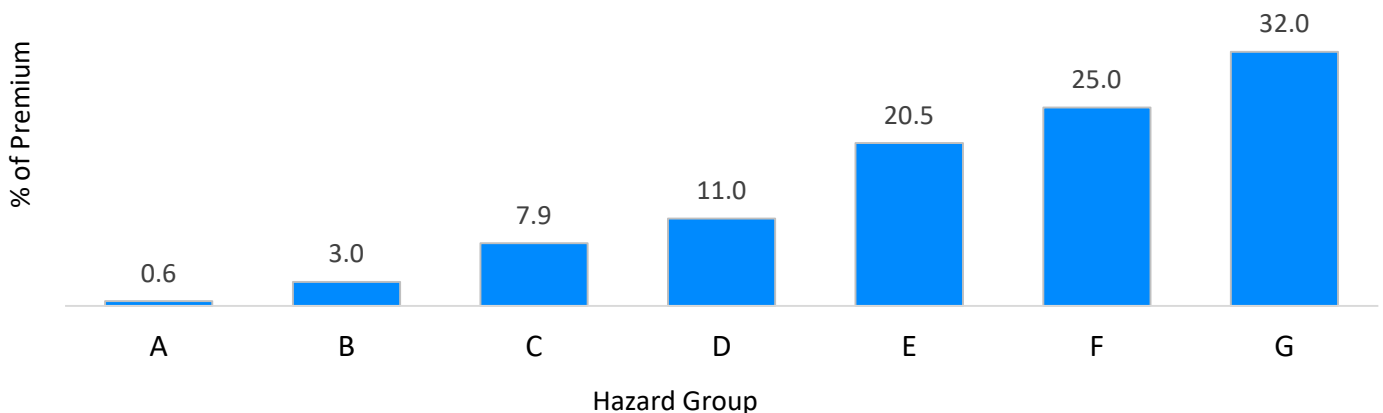
Hazard Group Distribution

First Quarter Data Reported through **March 31, 2024**

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



First Quarter 2023 Data for Comparison





Residual Market Demographics

Residual Market Top 10 Classification Codes by Policy Count

First Quarter Data Reported through March 31, 2024

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	0037 - Farm: Field Crops & Drivers	52	10.4
2	5551 - Roofing-All Kinds & Drivers	30	6.0
3	5645 - Carpentry Construction of Residential Dwellings Not Exceeding Three Stories In Height	30	6.0
4	0083 - Farm: Cattle or Livestock Raising NOC & Drivers	18	3.6
5	6217 - Excavation & Drivers	14	2.8
6	8810 - Clerical Office Employees NOC	14	2.8
7	5474 - Painting NOC & Shop Operations, Drivers	12	2.4
8	7219 - Trucking - NOC-All Employees & Drivers	12	2.4
9	0106 - Tree Pruning, Spraying, Repairing - All Operations & Drivers	11	2.2
10	2709 - Logging or Tree Removal - Mechanized Equipment Operators	11	2.2

Residual Market Top 10 Classification Codes by Premium Volume

First Quarter Data Reported through March 31, 2024

The top 10 governing class codes by premium volume 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	5551 - Roofing-All Kinds & Drivers	408,233	14.1
2	0037 - Farm: Field Crops & Drivers	300,718	10.4
3	5645 - Carpentry Construction of Residential Dwellings Not Exceeding Three Stories in Height	184,057	6.3
4	7539 - Electric Light or Power Co. NOC-All Employees & Drivers	87,975	3.0
5	2501 - Cloth, Canvas and Related Products Mfg. NOC	81,829	2.8
6	3030 - Iron or Steel: Fabrication: Iron or Steel Works-Shop-Structural-& Drivers	80,853	2.8
7	7710 - Firefighters & Drivers	80,124	2.8
8	1005 - Coal Mining - Surface & Drivers	77,053	2.7
9	0083 - Farm: Cattle or Livestock Raising NOC & Drivers	70,369	2.4
10	2709 - Logging or Tree Removal - Mechanized Equipment Operators	68,430	2.4



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.

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.