



Mississippi Residual Market State Activity Report

Second Quarter 2023



Executive Summary

NCCI, as Plan Administrator of the Mississippi Workers Compensation Insurance Plan, is pleased to provide the Second Quarter 2023 *Mississippi Residual Market State Activity Report*.

Readers will notice that the order of our charts and tables has been reorganized, based on customer feedback. This will provide a more streamlined picture of the key measurement factors and issues relating to the operation of the Mississippi Plan. 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 any of the individuals listed below.

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Residual Market Demographics

Residual Market Total Policies and Premium in Force

As of June 30, 2023—compared to prior year

Total number of Assigned Risk Plan policies and estimated premium volume in force reported as of the date listed above. The other exhibits in this report describe quarterly and year-to-date data.

	2023	2022	2023 vs. 2022 #	2023 vs. 2022 %
Policy Count	1,709	1,809	-100	-5.5%
Premium Volume	\$9,870,043	\$10,491,711	-\$621,668	-5.9%



Residual Market Demographics

Voluntary Coverage Assistance Program Second Quarter Data through June 30, 2023

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 2023.

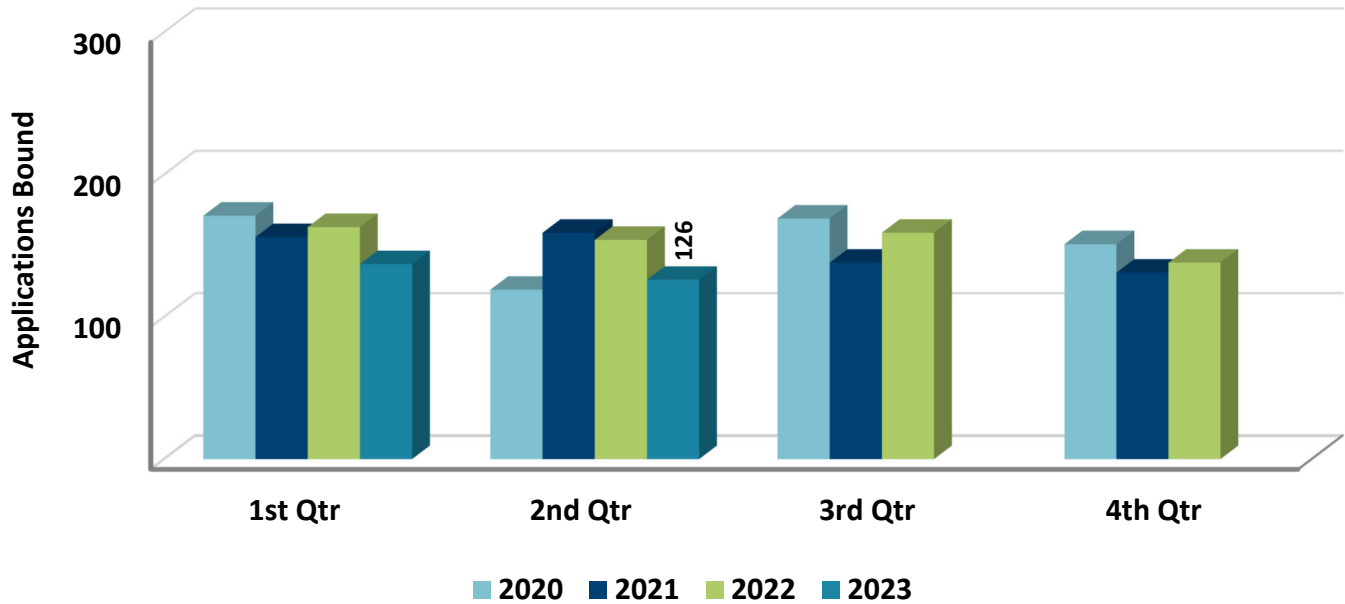
Number of Applications Reviewed by VCAP[®] Service	153
Number of VCAP[®] Service Matches	153
VCAP[®] Service Offers as a % of Matches	16.34%
Number of Confirmed VCAP[®] Service Policies	25
Confirmed VCAP[®] Service Policies as a % of Applications Reviewed	16.34%
Savings as a % of Redirected Assigned Risk Premium	10.44%



Residual Market Demographics

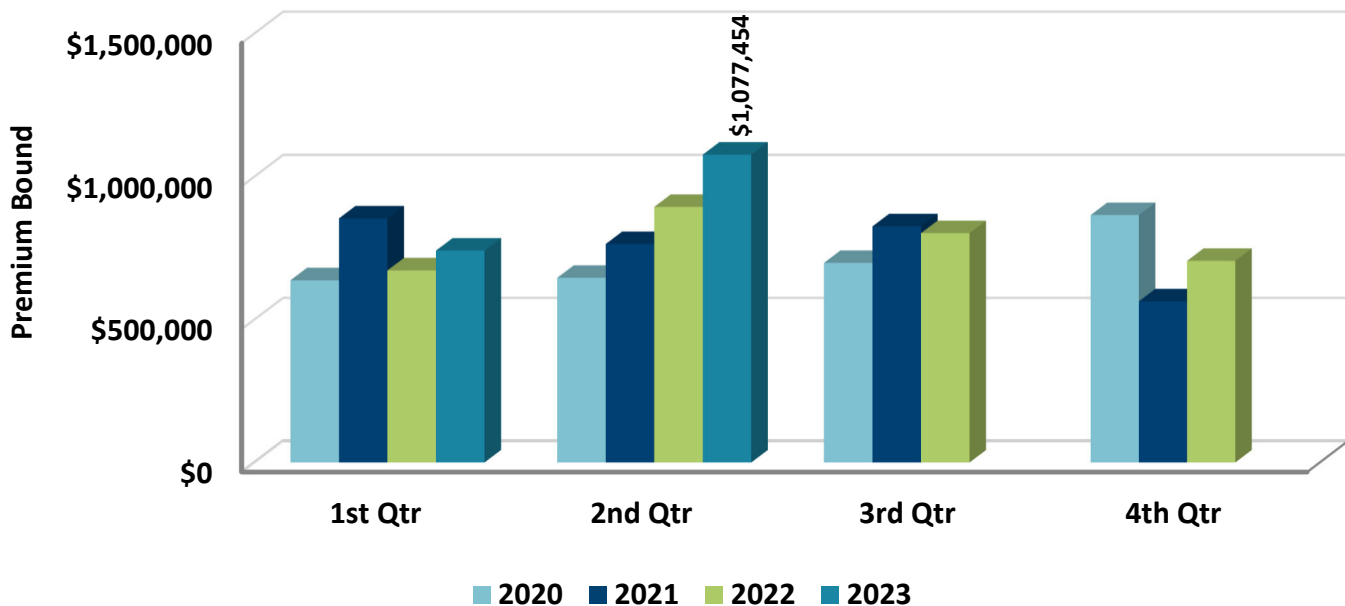
Total Applications Bound — 2020 vs. 2021 vs. 2022 vs. 2023

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 — 2020 vs. 2021 vs. 2022 vs. 2023

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).



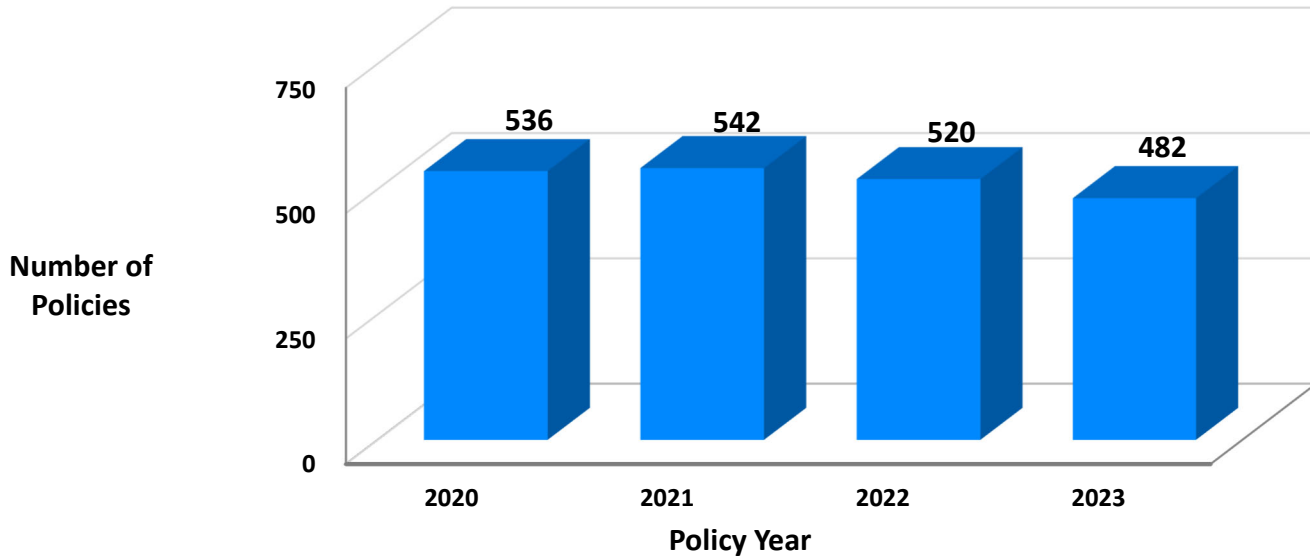


Residual Market Demographics

Residual Market Total Policy Counts

Second Quarter Data for Policies Reported through June 30, 2023

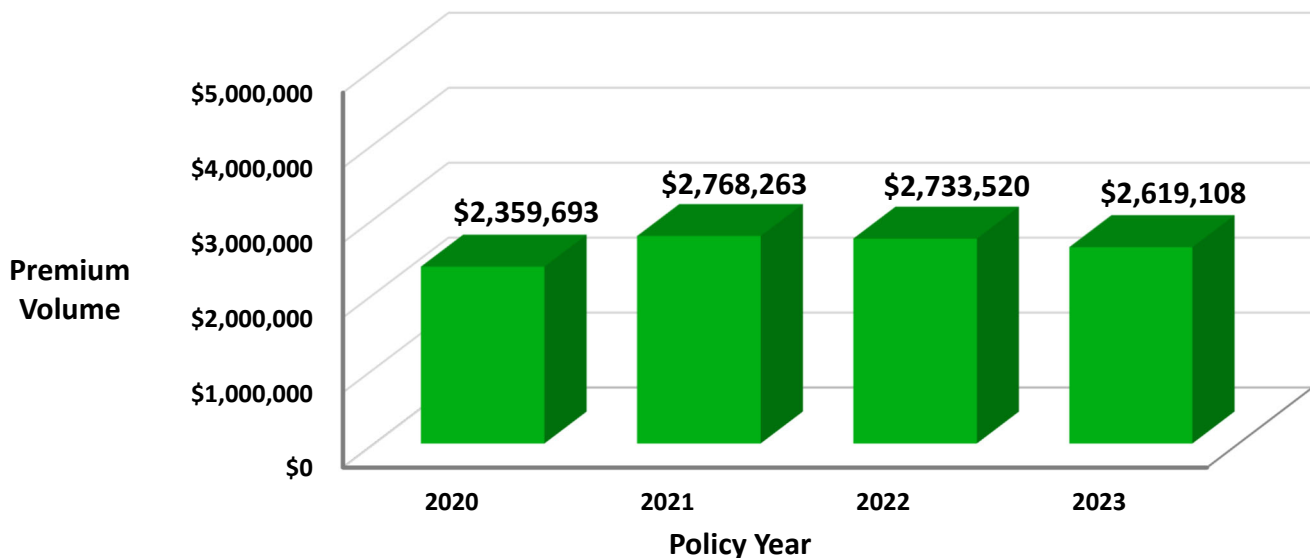
Total number of all Assigned Risk Plan policies with effective dates during the calendar period listed above.



Residual Market Total Premium Volume

Second Quarter Data Reported through June 30, 2023

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





Residual Market Demographics

Total Premium Distribution by Size of Risk

Second Quarter Data Reported through June 30, 2023

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

Premium Interval	Policy Count	% of Total Policies	Total State Premium \$	% of Total Premium	Average Premium \$
\$0- \$2499	281	58.3	374,824	14.3	1,334
\$2500- \$4999	80	16.6	280,468	10.7	3,506
\$5000- \$9999	61	12.7	408,880	15.6	6,703
\$10000- \$19999	38	7.9	513,085	19.6	13,502
\$20000- \$49999	18	3.7	524,302	20.0	29,128
\$50000- \$99999	1	0.2	64,712	2.5	64,712
\$100000- \$199999	3	0.6	452,837	17.3	150,946
\$2000000+	0	0.0	0	0.0	0
Total	482	100.0	2,619,108	100.0	5,434

Second Quarter 2022 Data for Comparison

Premium Interval	Policy Count	% of Total Policies	Total State Premium \$	% of Total Premium	Average Premium \$
\$0- \$2499	319	61.3	392,451	14.4	1,230
\$2500- \$4999	88	16.9	319,181	11.7	3,627
\$5000- \$9999	55	10.6	399,480	14.6	7,263
\$10000- \$19999	33	6.3	480,897	17.6	14,573
\$20000- \$49999	18	3.5	504,999	18.5	28,056
\$50000- \$99999	5	1.0	318,582	11.7	63,716
\$100000- \$199999	2	0.4	317,930	11.6	158,965
\$2000000+	0	0.0	0	0.0	0
Total	520	100.0	2,733,520	100.0	5,257



Residual Market Demographics

Residual Market Top 10 Classification Codes by Policy Count Second Quarter Data Reported through June 30, 2023

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	5551 - Roofing-All Kinds & Drivers	30	6.2
2	5645 - Carpentry Construction of Residential Dwellings Not Exceeding Three Stories in Height	25	5.2
3	0037 - Farm: Field Crops & Drivers	23	4.8
4	5437 - Carpentry-Installation of Cabinet Work or Interior Trim	15	3.1
5	5474 - Painting NOC & Shop Operations, Drivers	15	3.1
6	7600 - Telecommunications Co. - Cable TV, or Satellite - All Other Employees & Drivers	15	3.1
7	9014 - Janitorial Services By Contractors-No Window Cleaning Above Ground Level & Drivers	14	2.9
8	7219 - Trucking - NOC-All Employees & Drivers	13	2.7
9	6217 - Excavation & Drivers	10	2.1
10	0106 - Tree Pruning, Spraying, Repairing - All Operations & Drivers	9	1.9

Residual Market Top 10 Classification Codes by Premium Volume Second Quarter Data Reported through June 30, 2023

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	283,664	10.8
2	8824 - Retirement Living Centers - Health Care Employees	192,529	7.4
3	8017 - Store: Retail NOC	162,186	6.2
4	9403 - Garbage, Ashes or Refuse Collection & Drivers	125,434	4.8
5	0037 - Farm: Field Crops & Drivers	118,546	4.5
6	5645 - Carpentry Construction of Residential Dwellings Not Exceeding Three Stories in Height	107,483	4.1
7	7600 - Telecommunications Co. - Cable TV, or Satellite - All Other Employees & Drivers	78,725	3.0
8	8018 - Store: Wholesale NOC	60,326	2.3
9	7219 - Trucking - NOC -All Employees & Drivers	60,034	2.3
10	5437 - Carpentry-Installation Of Cabinet Work or Interior Trim	59,934	2.3



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.

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.