



# Mississippi Residual Market State Activity Report

Second Quarter 2024



Executive Summary

NCCI, Plan Administrator of the Mississippi Workers Compensation Insurance Plan, is pleased to provide the Second Quarter 2024 Mississippi Residual Market State Activity Report.

Residual Market demographics contained in this report include:

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



## Residual Market Demographics

### Residual Market Total Policies and Premium In Force

#### As of June 30, 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 %
<b>Policy Count</b>	1,539	1,723	-184	-10.7%
<b>Premium Volume</b>	\$9,168,683	\$9,934,725	-\$766,042	-7.7%



## Residual Market Demographics

### Voluntary Coverage Assistance Program Second Quarter Data through June 30, 2024

The volume of assigned risk applications redirected to the voluntary market through NCCI's *VCAP<sup>®</sup> Service*. The following shows the results *VCAP<sup>®</sup> Service* has provided during Second Quarter 2024.

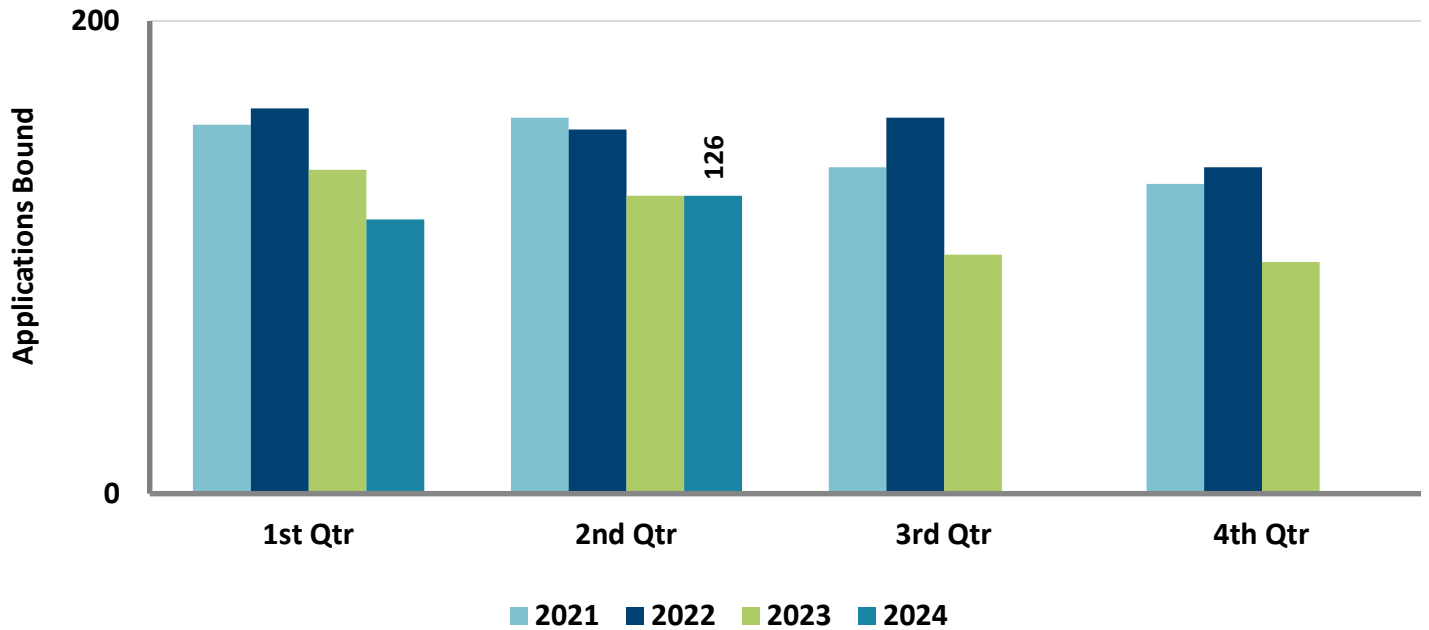
Number of Applications Reviewed by <i>VCAP<sup>®</sup> Service</i>	157
Associated Premium for Applications Reviewed	\$1,043,840.39
Number of <i>VCAP<sup>®</sup> Service</i> Matches	147
<i>VCAP<sup>®</sup> Service</i> Matches as a % of Applications Reviewed	93.63%
Number of <i>VCAP<sup>®</sup> Service</i> Offers	28
<i>VCAP<sup>®</sup> Service</i> Offers as a % of Matches	19.05%
Number of Confirmed <i>VCAP<sup>®</sup> Service</i> Policies	28
Confirmed <i>VCAP<sup>®</sup> Service</i> Policies as a % of Applications Reviewed	17.83%
Redirected Assigned Risk Premium	\$105,666.42
Associated Voluntary Market Premium	\$93,271.16
Savings	\$12,395.26
Average Savings per Application	\$442.69
Savings as a % of Redirected Assigned Risk Premium	11.73%
Redirected Premium as a % of Associated Premium for Applications Reviewed by <i>VCAP<sup>®</sup> Service</i>	10.12%



## Residual Market Demographics

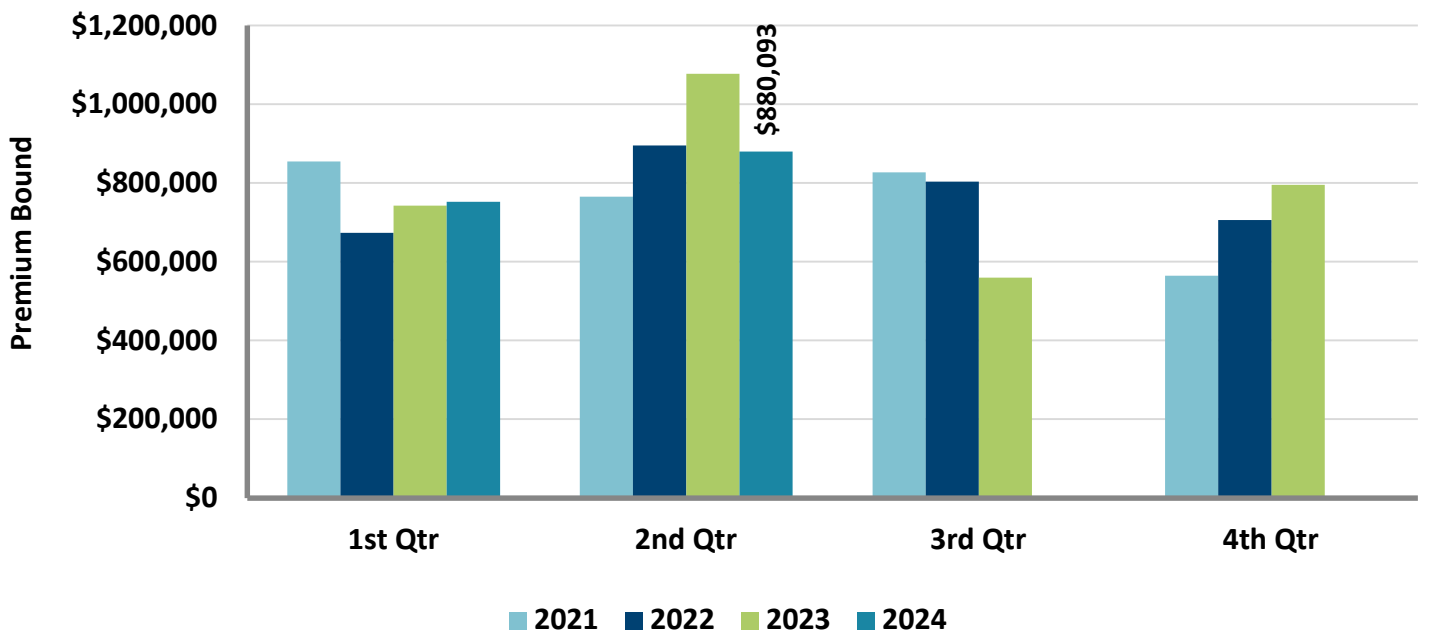
### Total Applications Bound — 2021 vs. 2022 vs. 2023 vs. 2024

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).



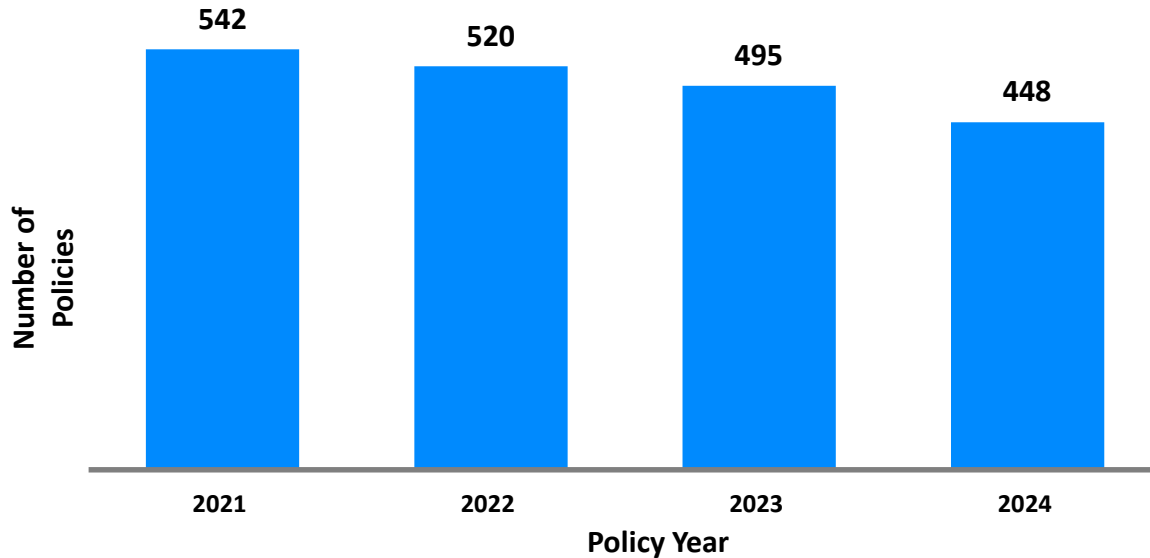


## Residual Market Demographics

### Residual Market Total Policy Counts

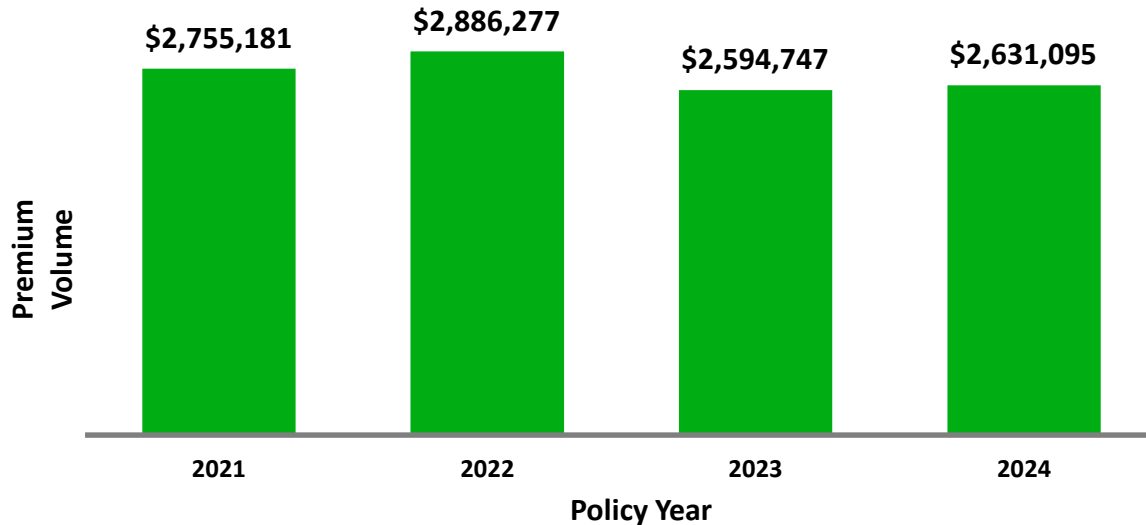
#### Second Quarter Data for Policies Reported through June 30, 2024

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



### Second Quarter Data for Premium Reported through June 30, 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 (Second Quarter), and reported to NCCI by June 30, 2024, by both Direct Assignment and Servicing Carriers.

### Second Quarter Data Reported through June 30, 2024

Premium Size \$	Policy Count	% of Total Policies	Estimated Annual Premium \$	% of Total Premium	Average Premium \$
0- 2,499	259	57.8	293,508	11.2	1,133
2,500- 4,999	89	19.9	311,467	11.8	3,500
5,000- 9,999	55	12.3	390,350	14.8	7,097
10,000- 19,999	31	6.9	428,016	16.3	13,807
20,000- 49,999	10	2.2	326,154	12.4	32,615
50,000- 99,999	1	0.2	57,686	2.2	57,686
100,000- 199,999	0	0.0	0	0.0	0
200,000+	3	0.7	823,914	31.3	274,638
Total	448	100.0	2,631,095	100.0	5,873

### Second Quarter 2023 Data for Comparison

Premium Size \$	Policy Count	% of Total Policies	Estimated Annual Premium \$	% of Total Premium	Average Premium \$
0- 2,499	295	59.6	327,160	12.6	1,109
2,500- 4,999	85	17.2	300,854	11.6	3,539
5,000- 9,999	61	12.3	421,443	16.2	6,909
10,000- 19,999	35	7.1	480,714	18.5	13,735
20,000- 49,999	15	3.0	446,411	17.2	29,761
50,000- 99,999	2	0.4	122,508	4.7	61,254
100,000- 199,999	0	0.0	0	0.0	0
200,000+	2	0.4	495,657	19.1	247,829
Total	495	100.0	2,594,747	100.0	5,242

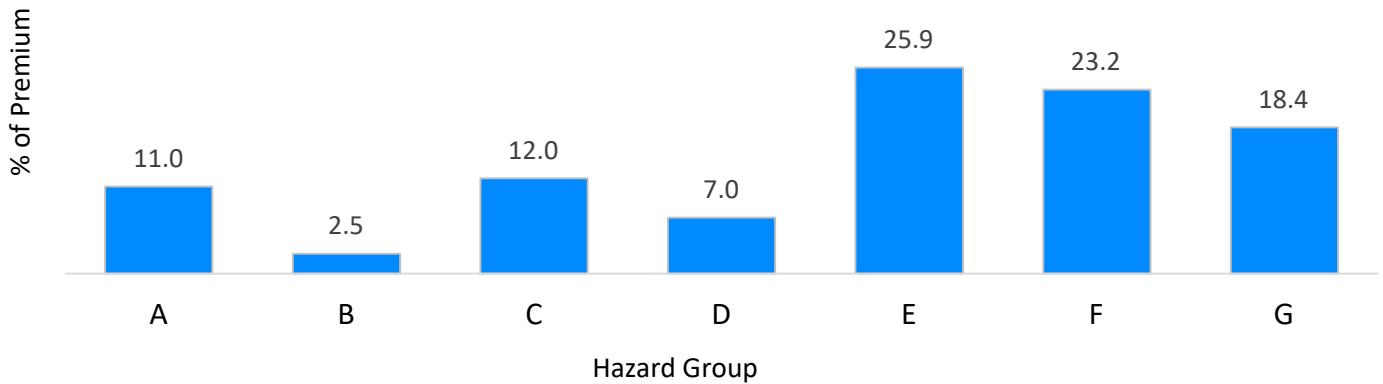


## Residual Market Demographics

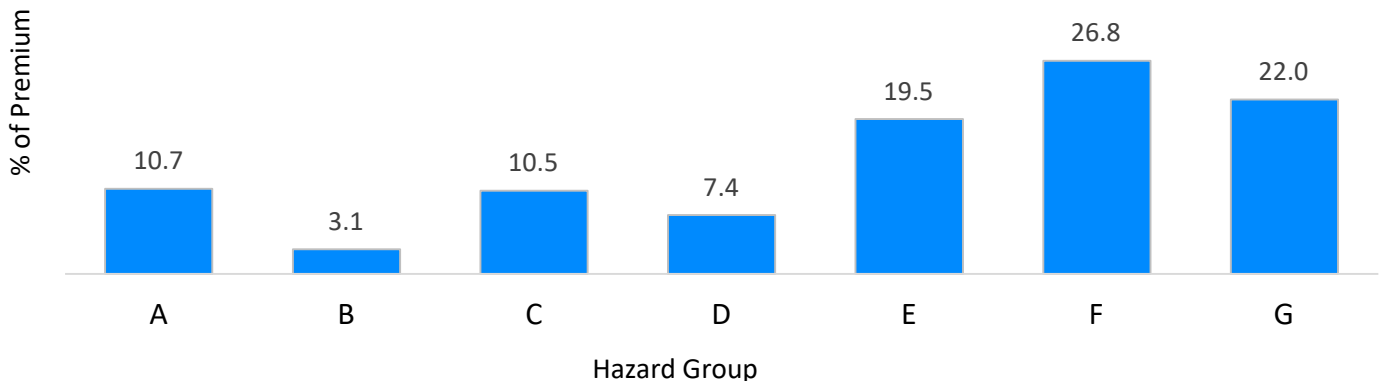
### Hazard Group Distribution

Second Quarter Data Reported through **June 30, 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.



### Second Quarter 2023 Data for Comparison







## Residual Market Demographics

### Residual Market Top 10 Classification Codes by Policy Count Second Quarter Data Reported through June 30, 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	5645 - Carpentry Construction of Residential Dwellings Not Exceeding Three Stories in Height	21	4.7
2	5551 - Roofing-All Kinds & Drivers	19	4.2
3	0037 - Farm: Field Crops & Drivers	16	3.6
4	9014 - Janitorial Services by Contractors-No Window Cleaning Above Ground Level & Drivers	16	3.6
5	5474 - Painting NOC & Shop Operations, Drivers	13	2.9
6	7219 - Trucking - NOC-All Employees & Drivers	13	2.9
7	7420 - Aviation - Stunt Flying, Racing or Parachute Jumping - Flying Crew	11	2.5
8	7720 - Police Officers & Drivers	11	2.5
9	2701 - Logging or Tree Removal - Log Hauling & Drivers	10	2.2
10	5403 - Carpentry NOC	10	2.2

### Residual Market Top 10 Classification Codes by Premium Volume Second Quarter Data Reported through June 30, 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	2710 - Sawmill	317,723	12.1
2	8824 - Retirement Living Centers - Health Care Employees	277,882	10.6
3	9403 - Garbage, Ashes or Refuse Collection & Drivers	230,471	8.8
4	5551 - Roofing-All Kinds & Drivers	148,114	5.6
5	5645 - Carpentry Construction of Residential Dwellings Not Exceeding Three Stories in Height	86,512	3.3
6	5403 - Carpentry NOC	73,136	2.8
7	0037 - Farm: Field Crops & Drivers	69,908	2.7
8	7720 - Police Officers & Drivers	61,493	2.3
9	7370 - Taxicab Co. - All Other Employees & Drivers	59,980	2.3
10	1803 - Stone Cutting or Polishing Noc & Drivers	52,443	2.0



## 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<sup>®</sup> 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<sup>®</sup> Service** redirects coverage opportunities for employers to voluntary market insurers, which generally provide coverage at a lower cost. **VCAP<sup>®</sup> Service** provides an additional source for producers and employers to secure voluntary workers compensation coverage prior to entering the residual market for coverage.