INDIANA COMPENSATION RATING BUREAU

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October 11, 2019

Circular 2019-04

To: ICRB Members

**Re: Approved January 1, 2020 Advisory Rate Filing
and Release of Annual Report**

Rate Filing

On October 11, 2019, the Indiana Department of Insurance (IDOI) "FILED" the advisory rate filing which completes the approval process. The filing consists of:

- Overall Loss Cost Level Change -6.9%
- Overall Rate Level Change -6.7%

The 6.7% decrease follows last year's decrease of 7.6%. Since 2014, advisory rate levels have decreased by 37.7%. This filing also includes an increase to the Assigned Risk surcharge from 25% to 30%, on the premium amount exceeding $2,750 (previously $2,500).

Annual Report

Our 82nd Annual Report now is available on our website. It includes a wealth of data on Indiana Workers Compensation results and developments, valued through calendar year 2018.

More Information

Check out the Hot Topics section on the home page of the ICRB website to see the rate filing document, rate pages, and Annual Report. www.icrb.net.

Sincerely,

Karen Byrd, AIC
President & CEO

Exhibit: Summary of Advisory Rate Filing Effective 01/01/2019

Indiana – January 1, 2020 Loss Cost/Rate Filing

Component	Effect on Indicated Loss Cost/Rate Level Change
Change in Experience	-4.6%
Change in Trend	-2.5%
Change in Benefits	+0.4%
Change in Loss-Based Expense	-0.3%
Overall Loss Cost Change	**-6.9%**
Change in General and Production Expenses	+0.1%
Change in Taxes & Assessments	+0.1%
Change in Assigned Risk Surcharge	-
Offset for Change in Maximum Minimum Premium	-
Change in Profit and Contingencies Provision	-
Offset for Change in Expense Constant	-
Overall Rate Level Change	**-6.7%**
Overall Premium Level Change	**-6.7%**

Assigned Risk (A/R) Surcharge:

	Current	Revised
A/R Surcharge %	25%	30%
Premium Threshold	$2,500	$2,750

Surcharge is applied to portion of premium exceeding the threshold.