



Pennsylvania Compensation Rating Bureau

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July 6, 2017

PCRB CIRCULAR NO. 1684

To All Members of the PCRB:

RE: DATA REPORTING—NAIC TERRORISM RISK INSURANCE DATA CALL RELATED TO WORKERS COMPENSATION COVERAGE

The New York State Department of Financial Services (NYDFS) has issued a directive for the 2017 NAIC Terrorism Risk Insurance Data Call Related to Workers' Compensation (NAIC Data Call). A copy of the directive is attached. The NYDFS is coordinating a multi-state data call for terrorism risk insurance data to serve important regulatory objectives, such as monitoring the affordability and availability of insurance coverage for acts of terrorism and assessing insurers' financial exposure to terrorism risk. All states and the District of Columbia have agreed to participate in the data call. The NYDFS will receive this data on behalf of the National Association of Insurance Commissioners (NAIC) due to statutory confidentiality provisions covering this type of data.

The NAIC Data Call was first performed last year, where unit statistical report data for policy years 2011, 2012, and 2013 was submitted on our member's behalf. This year, the NAIC Data Call requires 2014 policy year data to be submitted by July 1, 2017, and readily available data for policy year 2015 to be submitted by March 1, 2018. The PCRB is working with the National Council on Compensation Insurance (NCCI), which is serving as a pass-through agent, to comply with this request. The PCRB transmitted this data to the NCCI on June 16, 2017 and will continue to work with the NCCI on the delivery of policy year 2015. The data was aggregated by carrier to represent total payroll, premium, and counts for policies that included an additional charge for terrorism coverage and for policies that did not include an additional terrorism charge as reported under Statistical Code 9740—Catastrophe Provisions for Terrorism.

PCRB members do not need to take any action for this year's NAIC Data Call. Note that the NAIC Data Call is separate and distinct from the Federal Insurance Office's (FIO) initiative to collect terrorism data in compliance with the Terrorism Risk Insurance Program Reauthorization Act of 2015.

For additional information regarding the NAIC's request for data for other relevant lines of business, please use the link to the NAIC page regarding the scope and deadline for the call which is shown below.

http://www.naic.org/industry_terrorism_risk_data_call.htm

Any questions regarding information in this circular should be directed to Bonnie Piacentino, Senior Vice President, at (215) 320-4456 or bpacentino@pcrb.com.

William Taylor
President

WT/BP/jf

Remember to visit our web site at www.pcrb.com for more information about this and other topics.



NEW YORK STATE
DEPARTMENT *of*
FINANCIAL SERVICES

Andrew M. Cuomo
Governor

Maria T. Vullo
Superintendent

June 13, 2017

To: National Council on Compensation Insurance (“NCCI”) and Independent Bureaus

Re: Terrorism Risk Insurance Data Call Related to Workers’ Compensation Coverage

The New York State Department of Financial Services (“Department”) is coordinating a multi-state data call for terrorism risk insurance data to serve important regulatory objectives, such as monitoring the affordability and availability of insurance coverage for acts of terrorism and assessing insurers’ financial exposure to terrorism risk. All states and the District of Columbia have agreed to participate in this data call (“Participating States”).

The Participating States have asked that the Department serve as a single point of collection for this data call. Pursuant to their statutory authority to obtain information from insurers and statistical, rating, and advisory organizations doing business in their respective jurisdictions, the Participating States, including the Department, are requesting such entities to submit terrorism insurance data directly to the Department. The information will be treated as confidential in accordance with state law. Accordingly, the Department does not expect to grant requests to access the information.

In conjunction with other Participating States, the Department intends to use the services of the National Association of Insurance Commissioners (“NAIC”) to aggregate and analyze the information collected, as well as to undertake any other related tasks as directed. New York law specifically authorizes the disclosure to the NAIC of such confidential information, and the NAIC is required to maintain its confidentiality.

For purposes of collecting information related to workers’ compensation, the Department recognizes that the NCCI and the independent bureaus collect and are willing to submit such information for this data call on the industry’s behalf. In order to ensure the efficiency of the data collection process as it relates to workers’ compensation insurance, the Participating States, including the Department, authorize NCCI to act on the industry’s behalf as the data collection organization for its affiliates and the independent bureaus, and similarly authorize the independent bureaus to act separately on the industry’s behalf in their respective states as the data collection organizations for this data call.

This data call requests information on terrorism risk as it relates to workers’ compensation insurance, including numbers of policies, payroll, earned premium and other information, for two separate time periods for non-monopolistic states. The NCCI is hereby requested to submit the data called for by the data call template for its affiliates and the participating independent bureaus in those states. The data for the first portion of the data call is for the period January 1, 2014 through December 31, 2014, and should be submitted in csv format by July 1, 2017. The

data for the second portion of the data call is for the period January 1, 2015 through December 31, 2015, and should be submitted by March 1, 2018.