



Florida Workers Compensation Joint Underwriting Association, Inc.

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VIA E-MAIL

FWCJUA AUTHORIZED AGENCIES & DESIGNATED PRODUCERS BULLETIN 17-3

TO: FWCJUA Authorized Agencies & Designated Producers
FROM: Michael Cleary, Operations Manager
DATE: November 27, 2017
RE: **REVISED FWCJUA RATES, RATING VALUES & DEPOSIT PREMIUM THRESHOLD
EFFECTIVE JANUARY 1, 2018**

Effective January 1, 2018, applicable to new and renewal business, the FWCJUA shall implement amended revised rates and rating values as follows:

1. the January 1, 2018 voluntary market rates and rating values for Tiers 1, 2 and 3, exclusive of minimum premiums;
2. a Tier 1 surcharge of 5%, in lieu of 20%;
3. a Tier 2 surcharge of 20%, in lieu of 37%;
4. a Tier 3 surcharge of 23%, in lieu of 43%;
5. a maximum minimum premium of \$2,000 in all three tiers; and
6. a deposit premium threshold of \$3,500, in lieu of \$4,000.

The above-referenced revisions effect an overall average premium level decrease of 8.2%, while incorporating the voluntary market rate decrease of 9.5% effective January 1, 2018. The estimated premium effect of the January 1, 2018 voluntary market rates on the FWCJUA book of business is an increase of 4.9%. Thus, the additional premium level change after the implementation of the January 1, 2018 voluntary market rate decrease is -13.2%. The FWCJUA's rating structure shall continue to surcharge the voluntary comparable premium in Tiers 1 & 2 and for Tier 3, the voluntary comparable premium and the Assigned Risk Adjustment Program (ARAP), if applicable. Again, these revisions shall be applicable to FWCJUA new and renewal business written on or after January 1, 2018.

In summary, the following surcharges, maximum minimum premiums and deposit premium thresholds shall apply to the indicated rating tier effective January 1, 2018, applicable to new and renewal business:

FWCJUA RATING TIER REVISIONS EFFECTIVE JANUARY 1, 2018

<u>Rating Tier</u>	<u>Surcharge</u>	<u>Maximum Minimum Premium</u>	<u>Deposit Premium Threshold</u>
Tier 1	5%	\$2,000	\$3,500
Tier 2	20%	\$2,000	\$3,500
Tier 3	23%	\$2,000	\$3,500

The revised rates, rating values and deposit premium threshold are now included within the FWCJUA's website including the Pricing Tool. Further, revised FWCJUA Operations Manual pages will be available on the website within the next several weeks under the [FWCJUA Operations Manual](#) link. Should you have any questions concerning the above-referenced revisions, please contact our office at (941) 378-7400.

c: Travelers

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