

2021

STATE ACTIVITY REPORT



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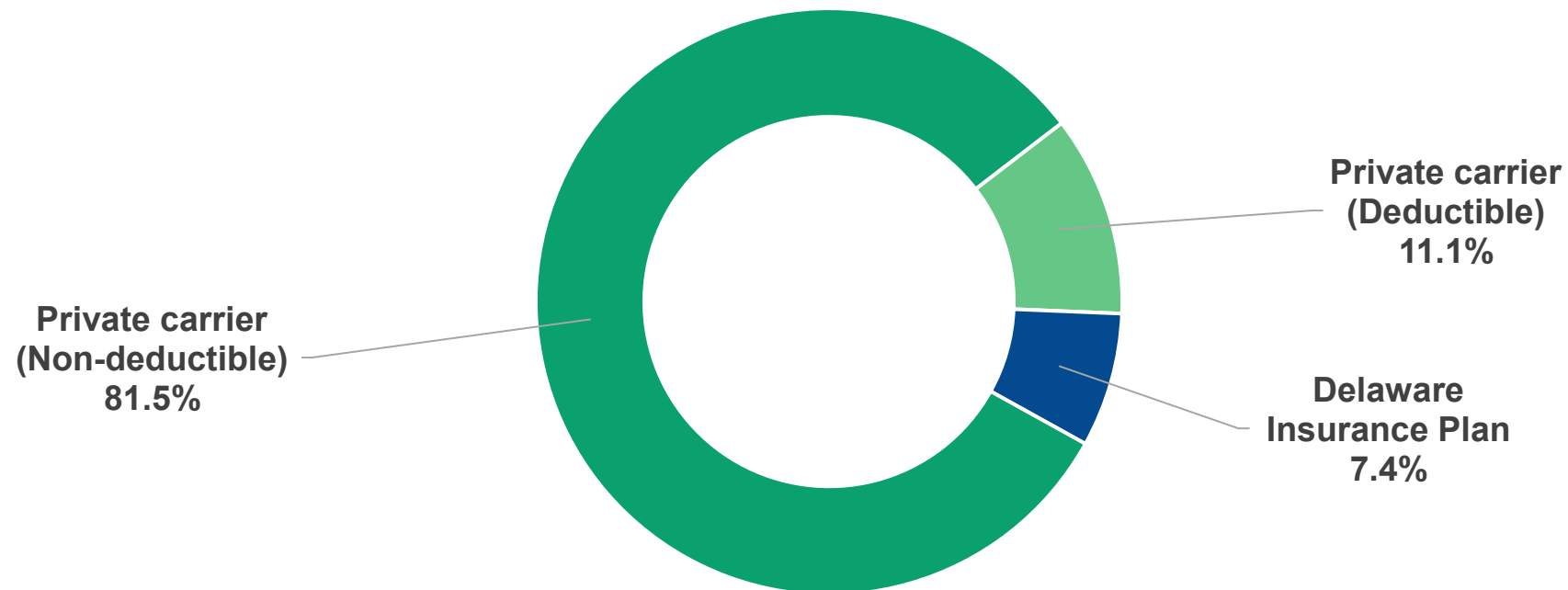
Delaware Market Share

Delaware employers are required to secure their liability through private insurance, the Delaware Workers Compensation Insurance Plan (DIP), self-insurance, or self-insured groups.

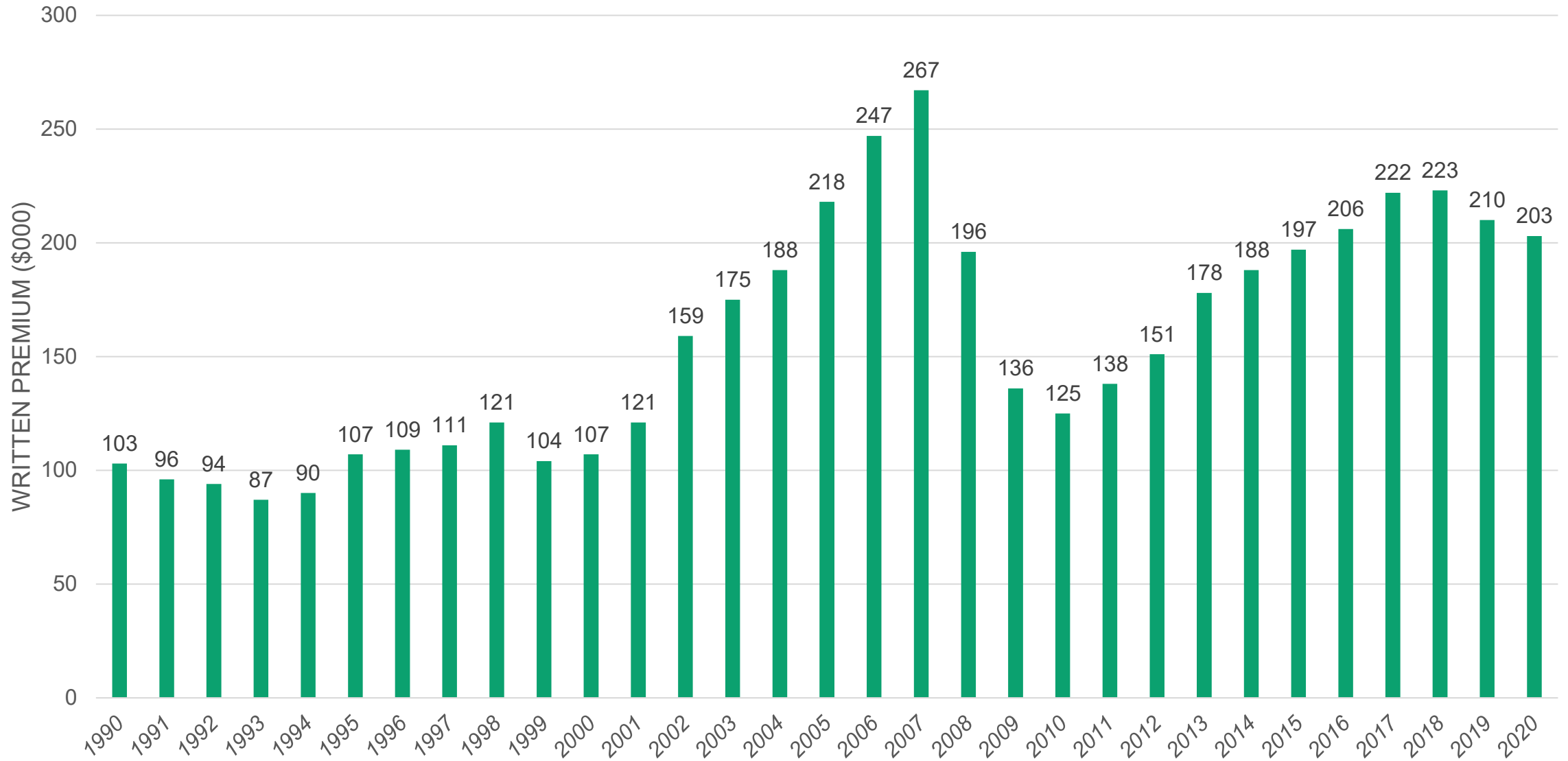
The Delaware Insurance Plan (“assigned risk” or “residual market”) ensures that all employers have a means of meeting their statutory obligation under the workers compensation law.

The DCRB collects data from all private insurance carriers that write workers compensation business in Delaware.

Employers that choose to apply for self-insured status or join a certified group self-insurance fund are not required to report any data to the DCRB. Therefore, that data is not included in this exhibit.







Workers Compensation Premium



Top 20 Carrier Groups

These twenty carrier groups wrote more than 77% of the insured market premium in DE in 2020.

 Carrier Group	 Direct Written Premium (\$Millions)	 Market Share (%)	 % Change from 2019
HARTFORD	18,373,394	9.0%	-1.1%
ZURICH	16,993,919	8.3%	1.8%
AMTRUST	14,398,552	7.0%	-0.3%
DONEGAL	14,144,470	6.9%	-0.1%
TRAVELERS	11,985,173	5.9%	-0.1%
LIBERTY MUTUAL	11,676,233	5.7%	-0.4%
BERKSHIRE HATHAWAY	9,721,902	4.8%	-1.6%
OLD REPUBLIC	8,209,424	4.0%	0.0%
AIG	7,901,574	3.9%	-0.6%
PROASSURANCE	7,190,968	3.5%	-1.1%
CHUBB INA	6,912,979	3.4%	-0.2%
HARFORD	6,730,508	3.3%	-0.5%
ARCH	5,278,234	2.6%	-0.1%
UPMC	5,236,699	2.6%	0.3%
SELECTIVE	4,577,639	2.2%	-0.5%
W R BERKLEY	4,312,465	2.1%	0.2%
AMERISAFE	4,150,438	2.0%	-0.3%
CNA	3,206,952	1.6%	0.1%
CINCINNATI	2,553,800	1.3%	-0.4%
NATIONWIDE	2,516,055	1.2%	-0.2%

Premium Demographics

Number of Risks	Premium Range	\$ Standard Premium (000)
15,481	\$0 – 2,499	\$9,981
2,507	\$2,500-4,999	\$9,053
1,269	\$5,000-7,499	\$7,751
792	\$7,500-9,999	\$6,873
900	\$10,000-14,999	\$11,075
830	\$15,000-24,999	\$16,051
807	\$25,000-49,999	\$28,220
467	\$50,000-99,999	\$33,446
358	\$100,000-249,999	\$54,688
201	\$250,000 & above	\$132,466

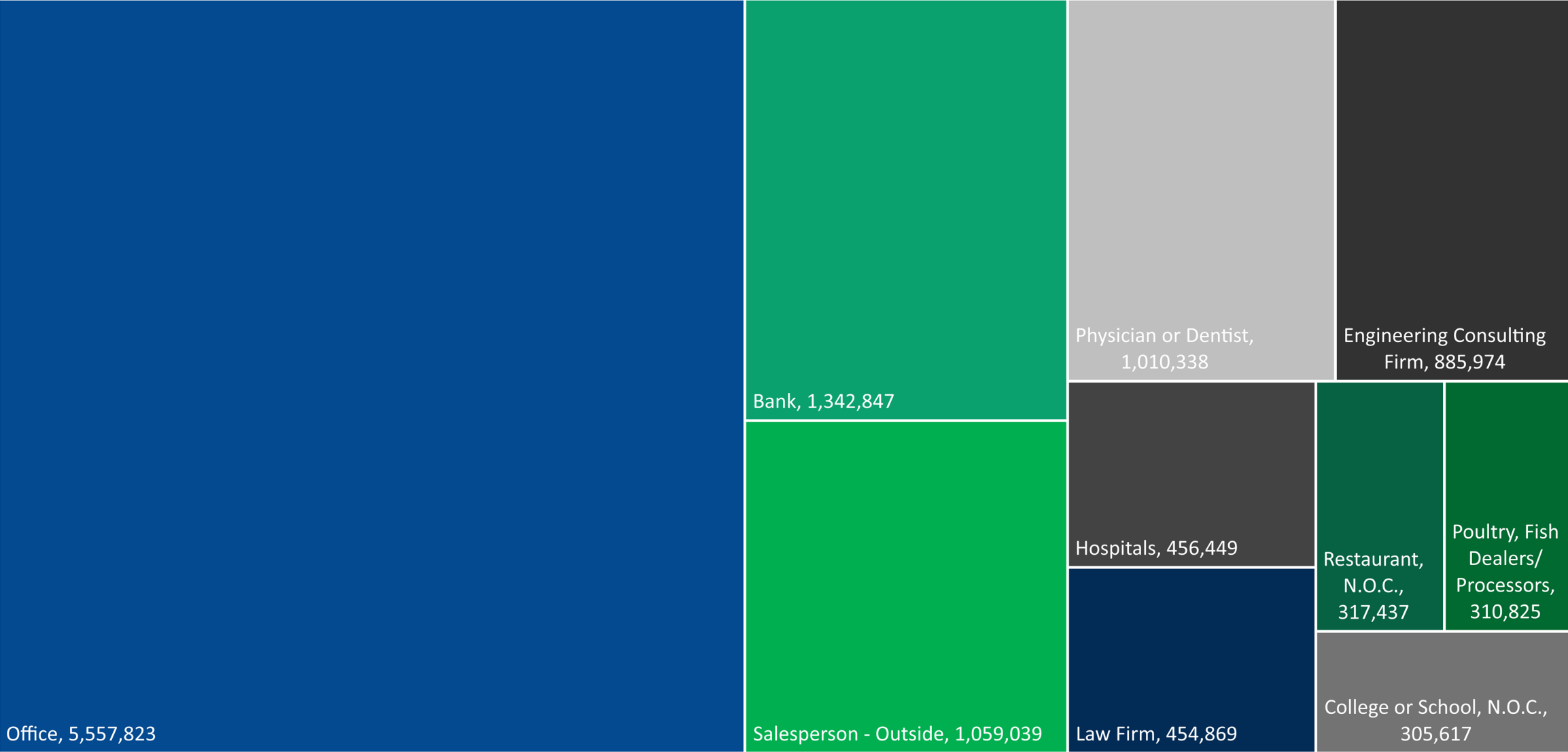
Premium Adjustment Programs Results

	Credits	No Premium Adjustment	Debits/Surcharges
Schedule Rating	23% receive average credit of 28.1%	73% do not receive a credit or debit	4% receive average debit of -16.5%
DE Workplace Safety Program	19% of eligible risks receive average credit of 11.1%	81% of eligible risks do not participate	Not Applicable
DCCPAP	13% of eligible risks receive average credit of 17.7%	87% of eligible risks do not participate	Not Applicable
Merit Rating Program	97.7% of qualified risks receive a 5.0% credit	1.9% of qualified risks do not receive a credit or debit	0.3% of qualified risks receive a 5% surcharge

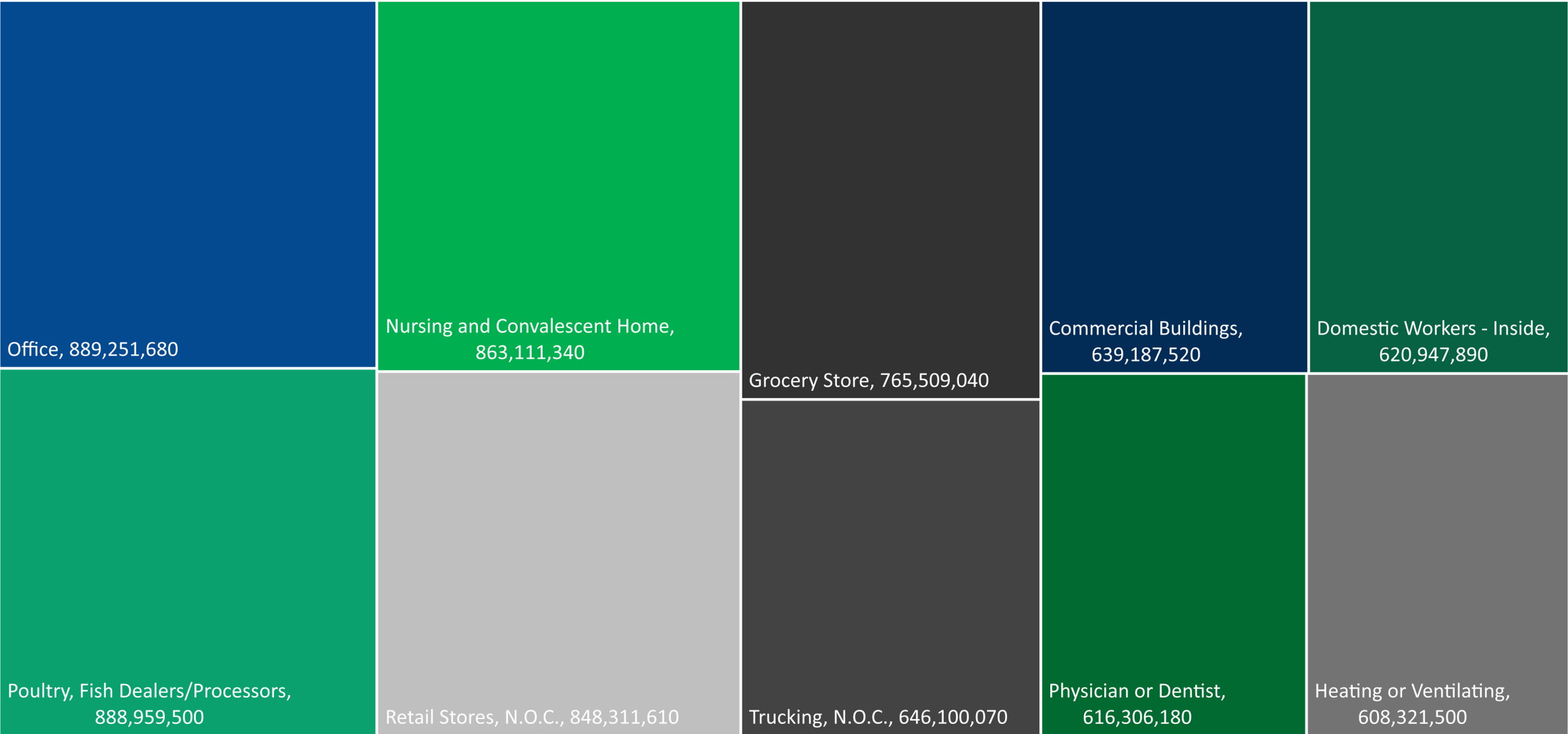
Claim Counts and Losses by Classification

Class Code and Description	Indemnity Claim Count	\$ Total Incurred Loss	\$ Average Incurred Loss
Code 924: Wholesale Store, N.O.C.	112	2,289,094	20,438
Code 928: Retail Store, N.O.C.	85	2,335,456	27,475
Code 917: Grocery Store	81	2,335,493	28,833
Code 975: Restaurant, N.O.C.	80	1,932,446	24,155
Code 941: Social Rehabilitation Facility	79	2,180,614	27,602
Code 953: Office	73	2,960,389	40,553
Code 971: Commercial Buildings	66	1,842,838	27,921
Code 811: Trucking N.O.C.	57	4,723,591	82,870
Code 897: Fast-Food Restaurant	55	1,294,804	23,541
Code 960: Nursing and Convalescent Home	55	1,876,245	34,113
All Other	1,444	60,171,242	41,669
<i>These are the top 10 classes by number of lost time claims. These classes represent 34% of claims and 28% of losses.</i>			

Top 10 Classes by Payroll (\$000)

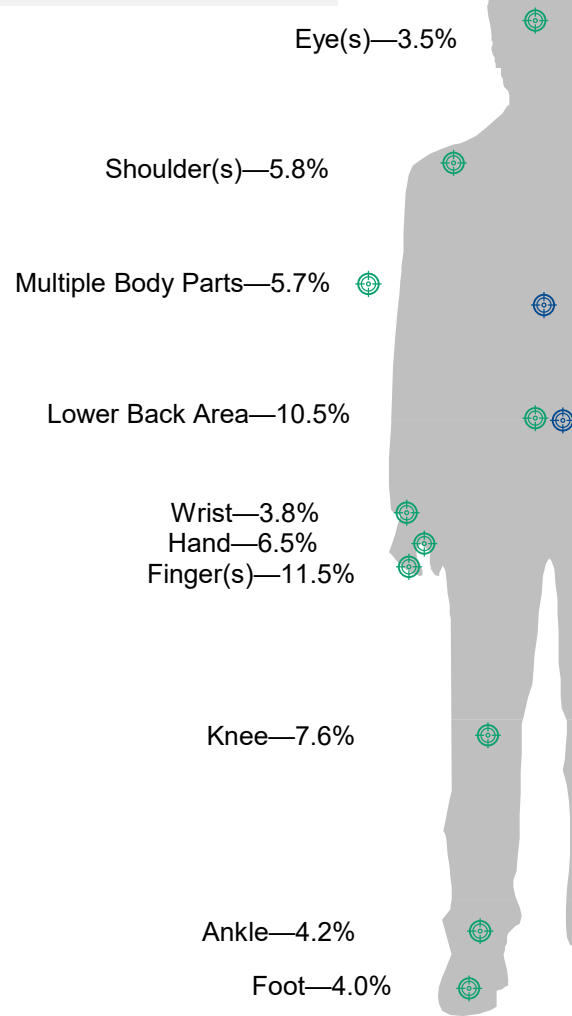


Top 10 Classes by Premium (\$)

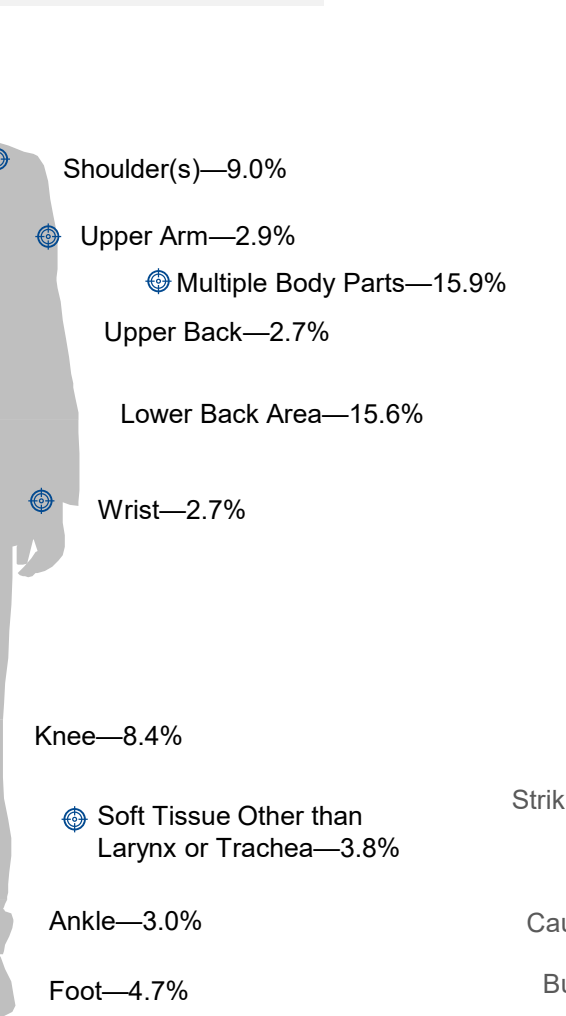


Injury Description Distribution

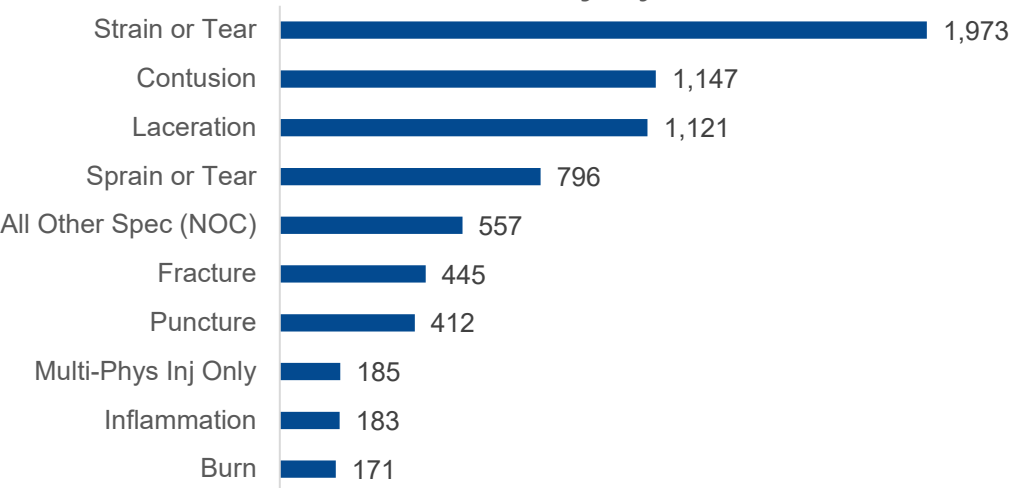
Top 10 Injuries by
Total Claim Count



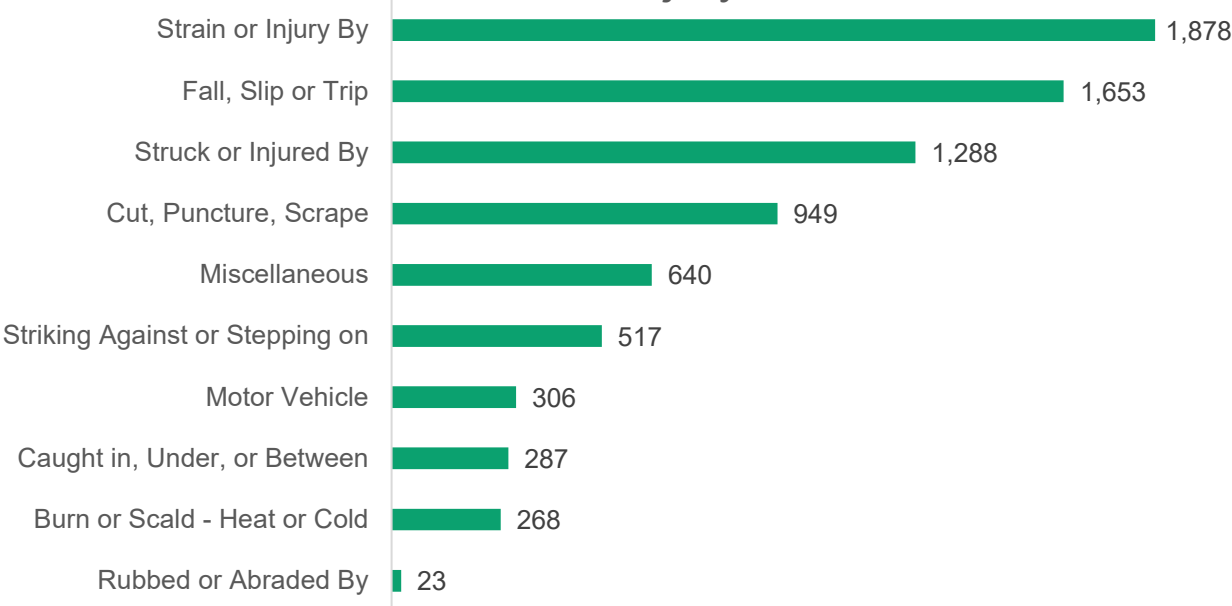
Top 10 Injuries by
Total Losses



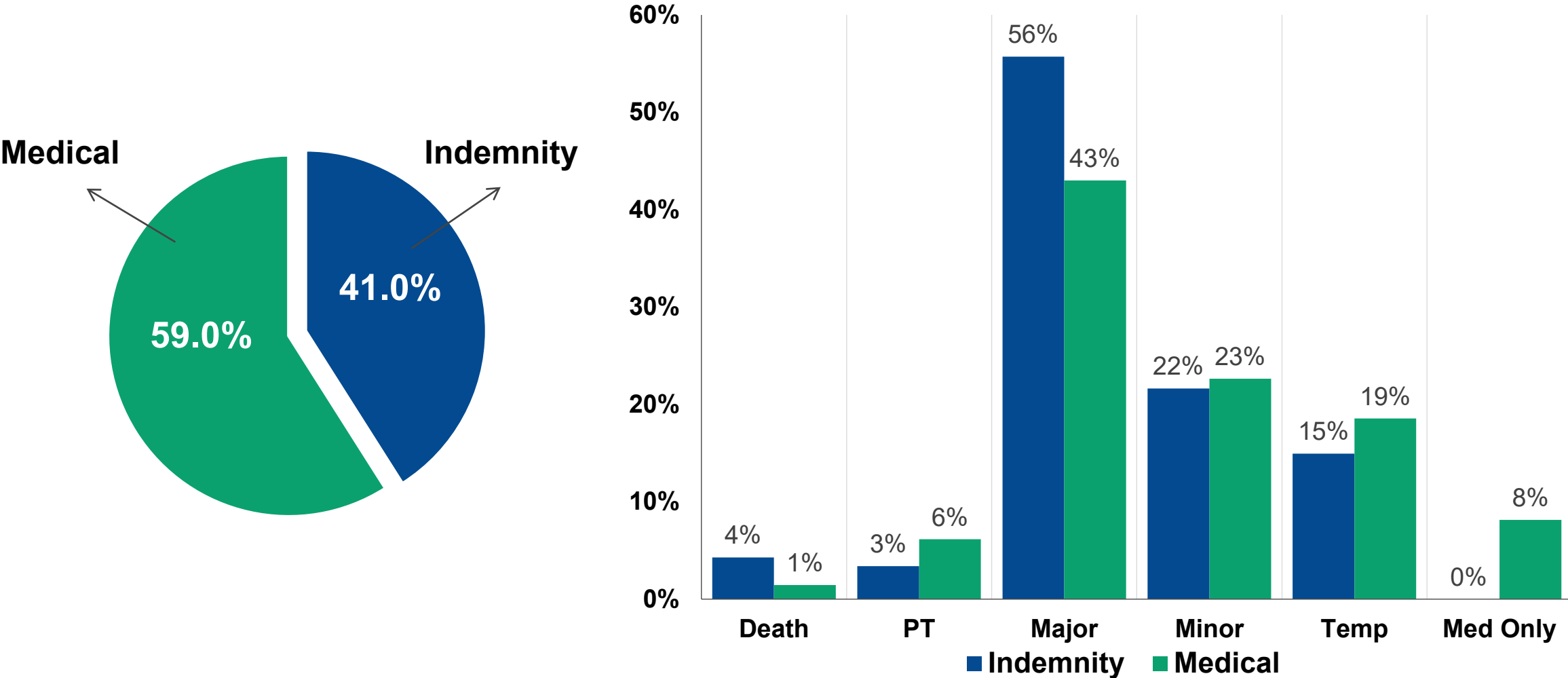
Nature of Injury



Cause of Injury



Indemnity and Medical Splits



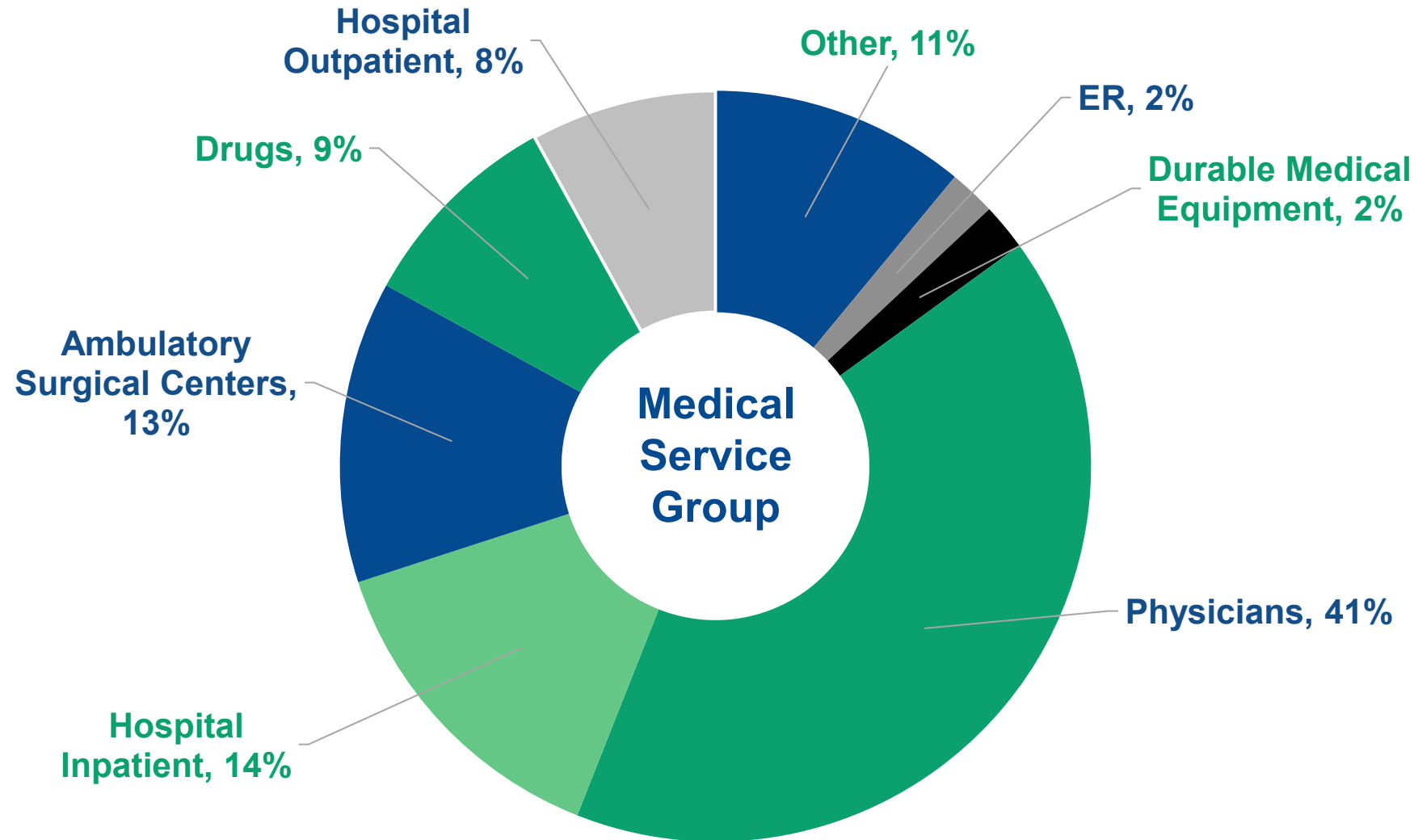
Medical Cost Breakdown

Medical treatment is a primary driver of rising medical costs. Using our Medical Data Call (MDC) data, we observe that, overall, the bulk of medical dollars are attributable to medical procedures. As the claim ages, prescription drug costs increase more rapidly as a share of medical costs. Medical expenses are not included in the MDC.

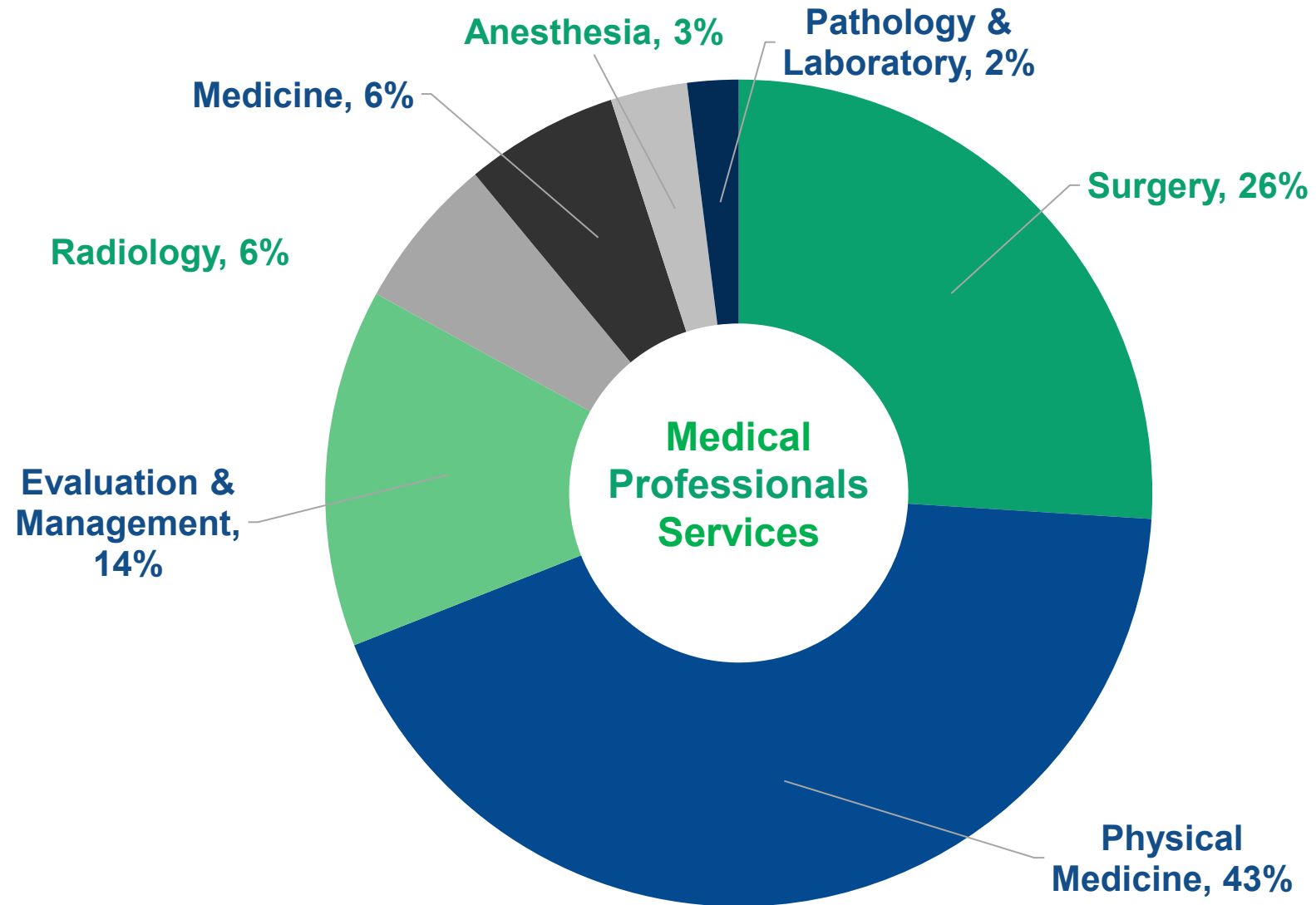
92% of medical dollars are attributed to medical procedures while 8% are due to drug costs








Medical Services Breakdown



Medical Services Breakdown (Continued)



Medical Visits Per Claim

Physical Medicine & Rehabilitation		5 out of 10 claimants
Office Visits & Consultations		3 out of 10 claimants
Radiology		1 out of 10 claimants
Major & Minor Surgery		<1 out of 10 claimants
Chiropractic Treatment		<1 out of 10 claimants

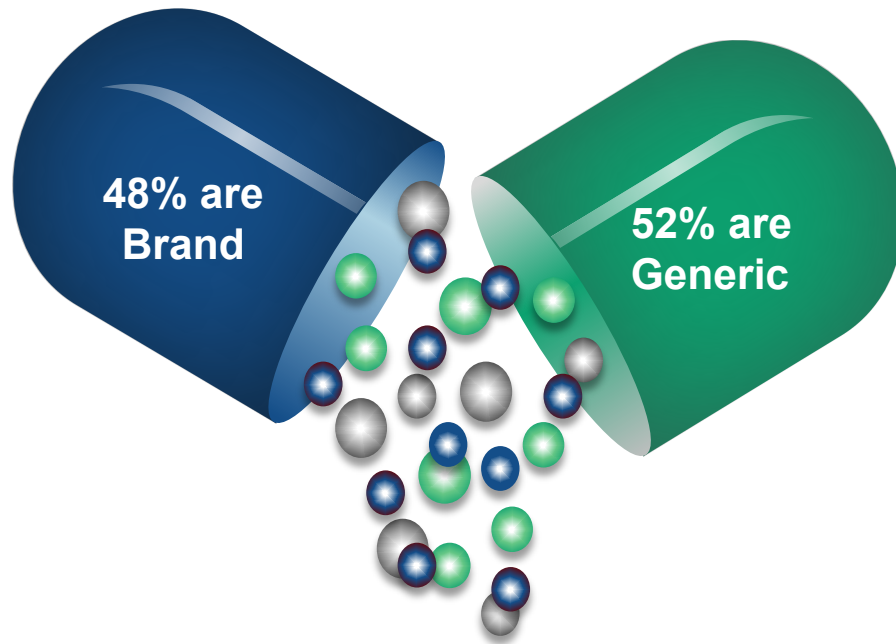
Based on 86 thousand professional visits and 6,838 claims

*When examining the number of actual visits to a health care provider, workers compensation claimants appear to visit physical medicine and rehabilitation providers more frequently than any other health care provider.

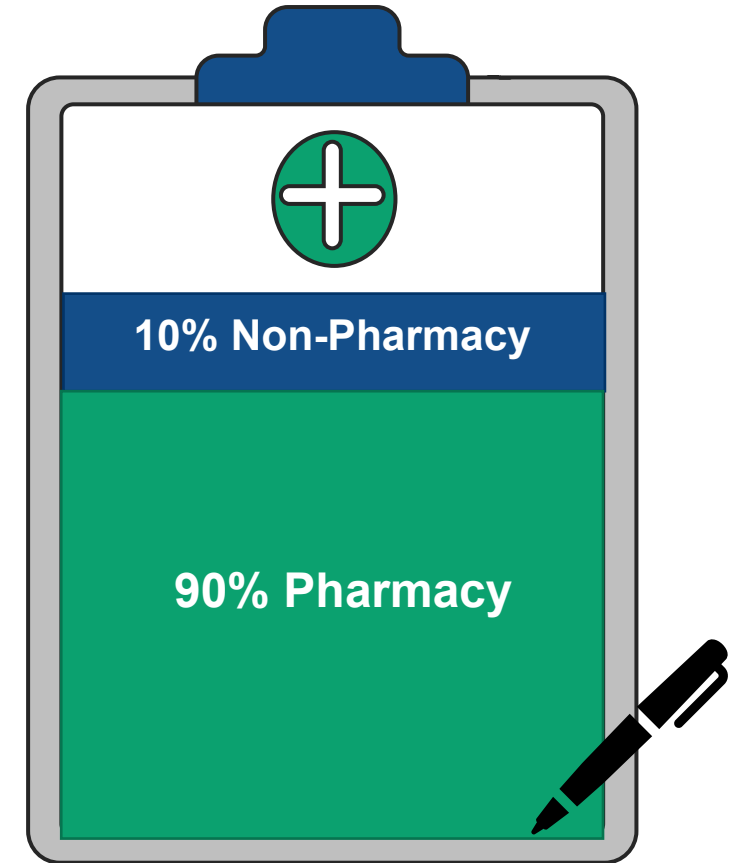
Prescription Drugs Dispensing

Based on total amount paid, along with their ranks for earlier service years.

Distribution of Drugs

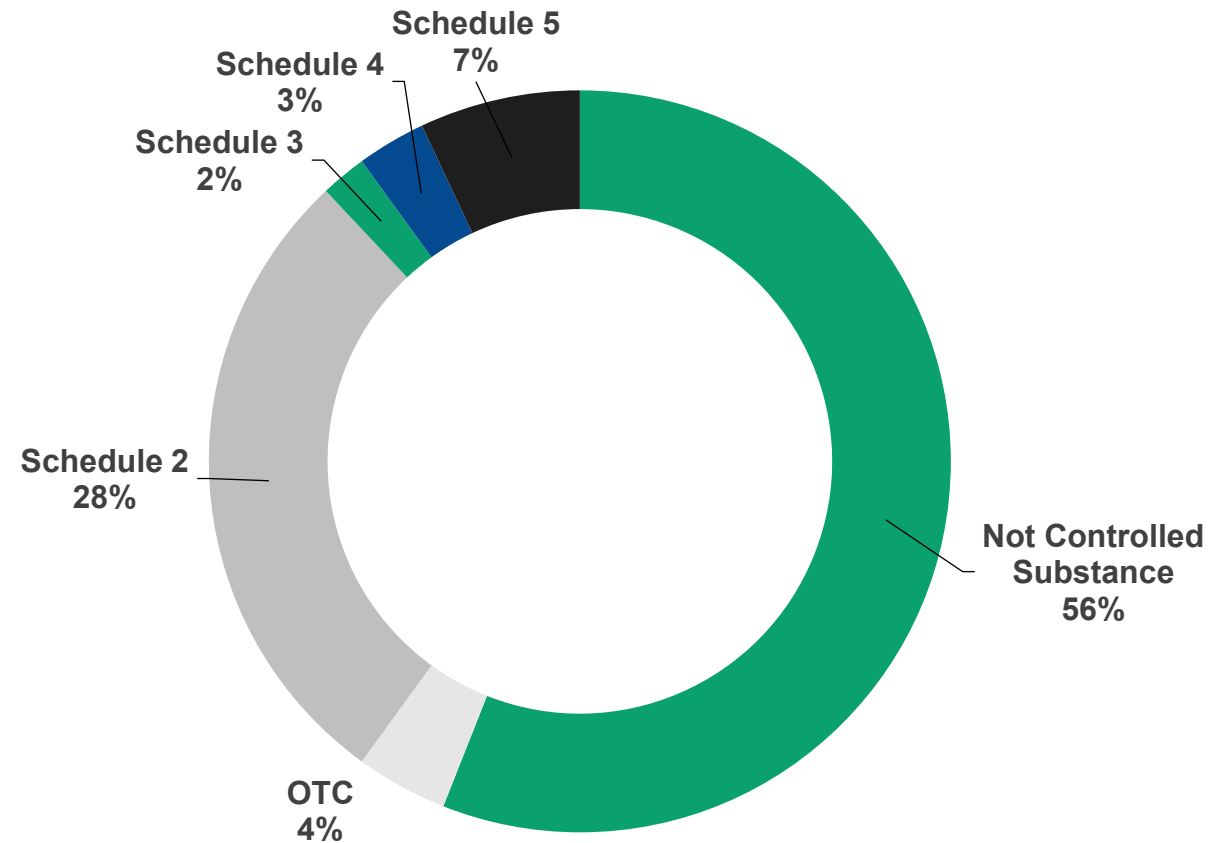


Dispensing of Drugs



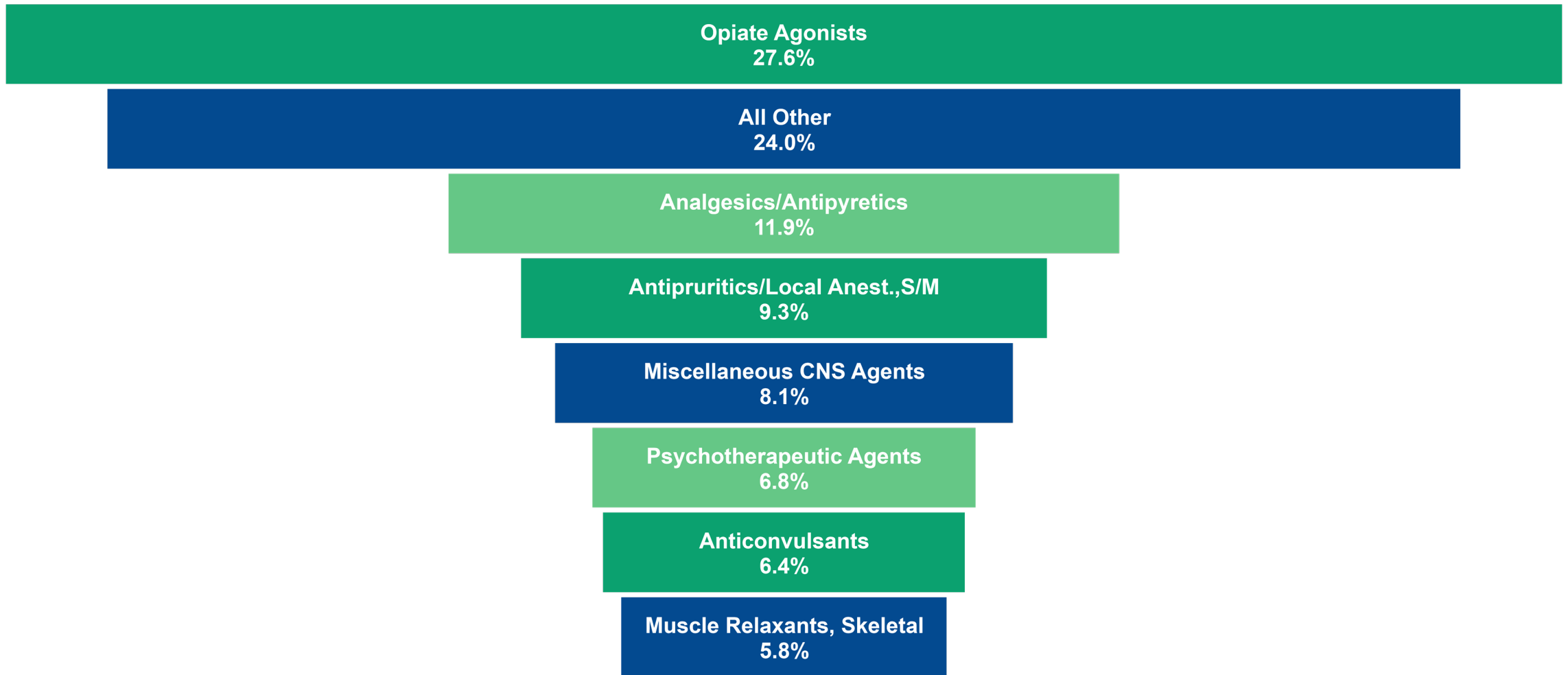
Prescription Drugs

The volume of drugs prescribed to workers compensation claimants continues to grow. This is a distribution of these prescription drugs organized by the **Controlled Substance Act Schedule**, which is based on potential of abuse.



Prescription Drugs

Therapeutic Classifications

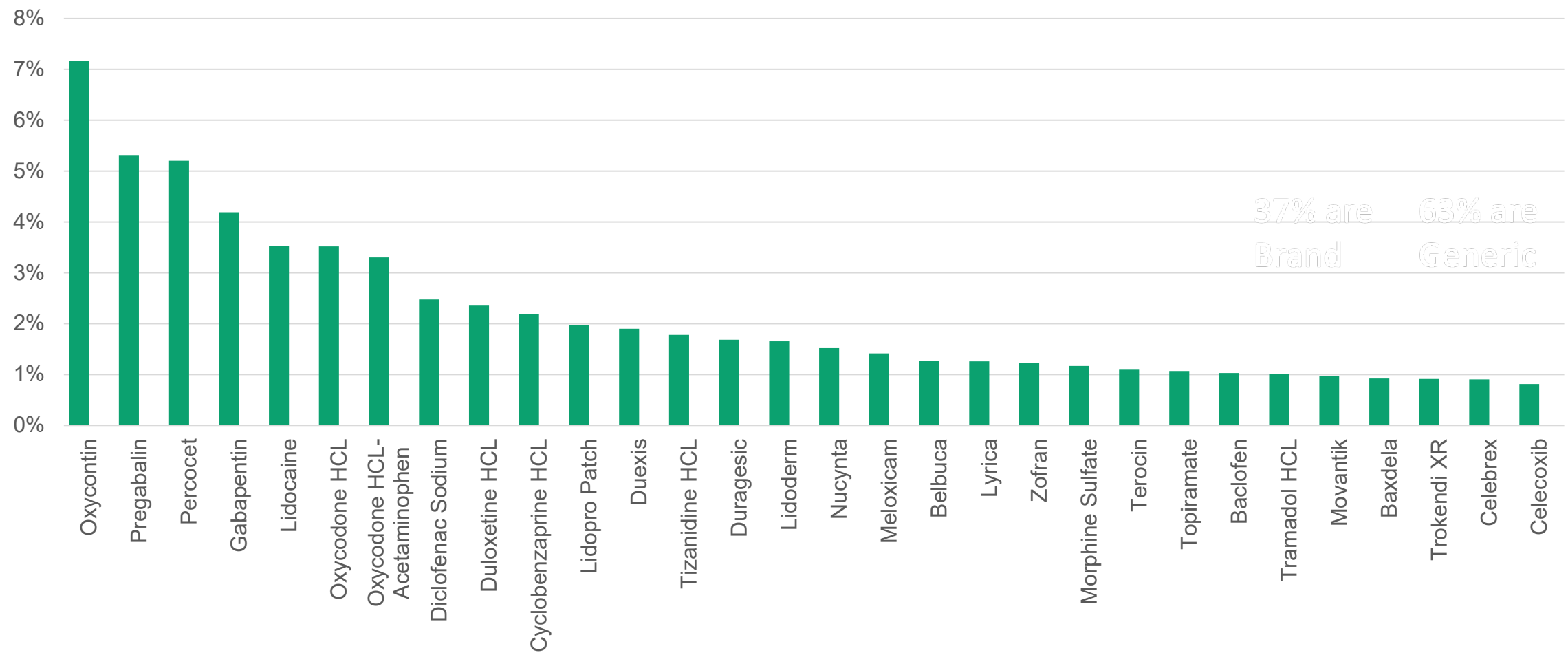


Opioids are the most prevalently prescribed drug to workers compensation claimants.

Prescribing Patterns

Based on total amount paid, along with their ranks for earlier service years.

Paid Shares for Service Year 2020

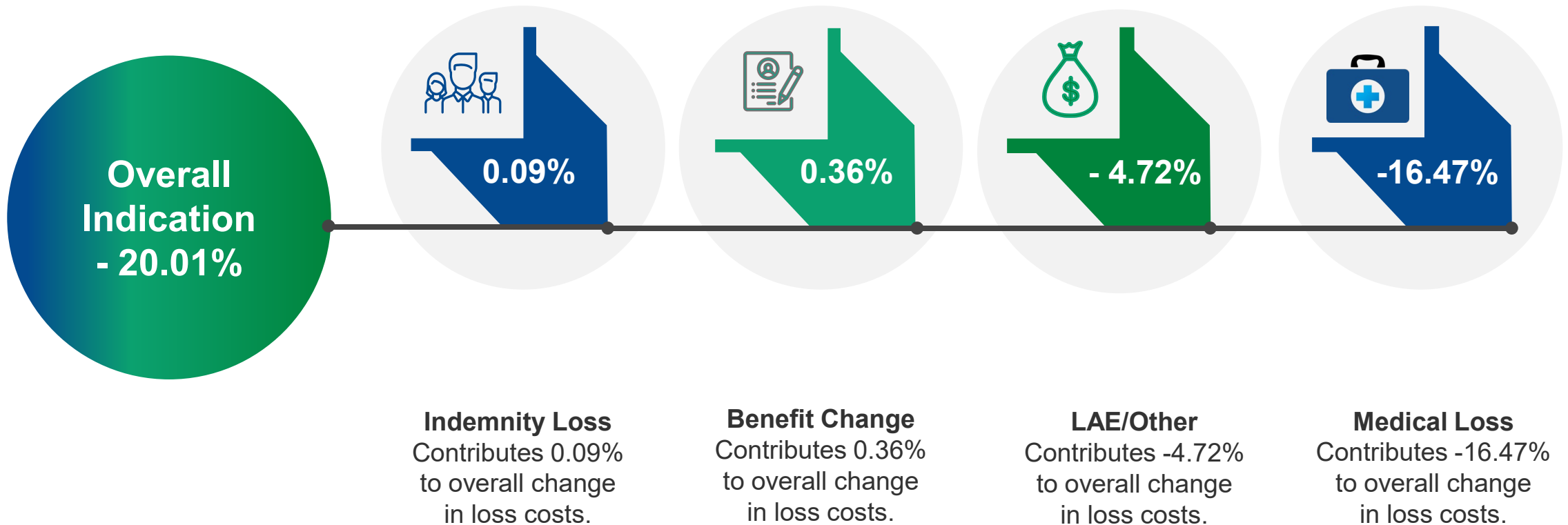


37% are Brand
63% are Generic

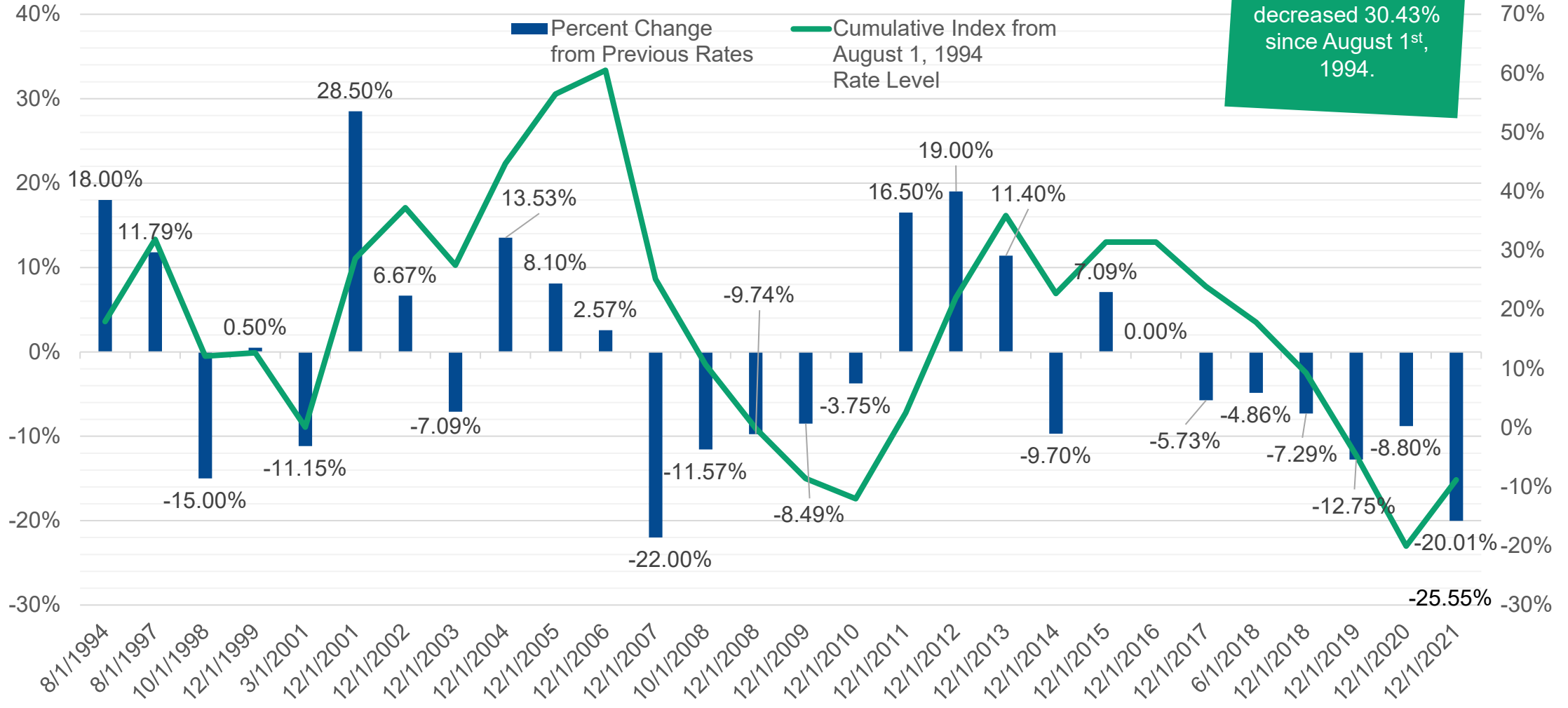
Top 30 Drugs

Drug Name	Rank By Service Year				
	2020	2019	2018	2017	2016
Oxycontin	1	1	1	1	1
Pregabalin	2	n/a	n/a	n/a	n/a
Percocet	3	8	7	7	6
Gabapentin	4	4	4	2	2
Lidocaine	5	6	6	6	8
Oxycodone HCL	6	3	3	4	4
Oxycodone HCL-Acetaminophen	7	5	5	5	5
Diclofenac Sodium	8	7	8	8	38
Duloxetine HCL	9	14	10	9	9
Cyclobenzaprine HCL	10	11	9	10	10
Lidopro Patch	11	27	23	20	17
Duexis	12	18	n/a	n/a	n/a
Tizanidine HCL	13	15	12	13	13
Duragesic	14	10	11	14	15
Lidoderm	15	22	26	38	52
Nucynta	16	16	15	16	16
Meloxicam	17	17	16	21	18
Belbuca	18	n/a	n/a	n/a	n/a
Lyrica	19	2	2	3	3
Zofran	20	20	18	22	26
Morphine Sulfate	21	19	13	12	11
Terocin	22	30	14	11	7
Topiramate	23	25	19	17	24
Baclofen	24	29	28	25	22
Tramadol HCL	25	n/a	n/a	n/a	n/a
Movantik	26	21	17	27	42
Baxdela	27	23	n/a	n/a	n/a
Trokendi XR	28	26	n/a	n/a	n/a
Celebrex	29	n/a	n/a	n/a	n/a
Celecoxib	30	28	21	23	19

Components of 2021 Indication



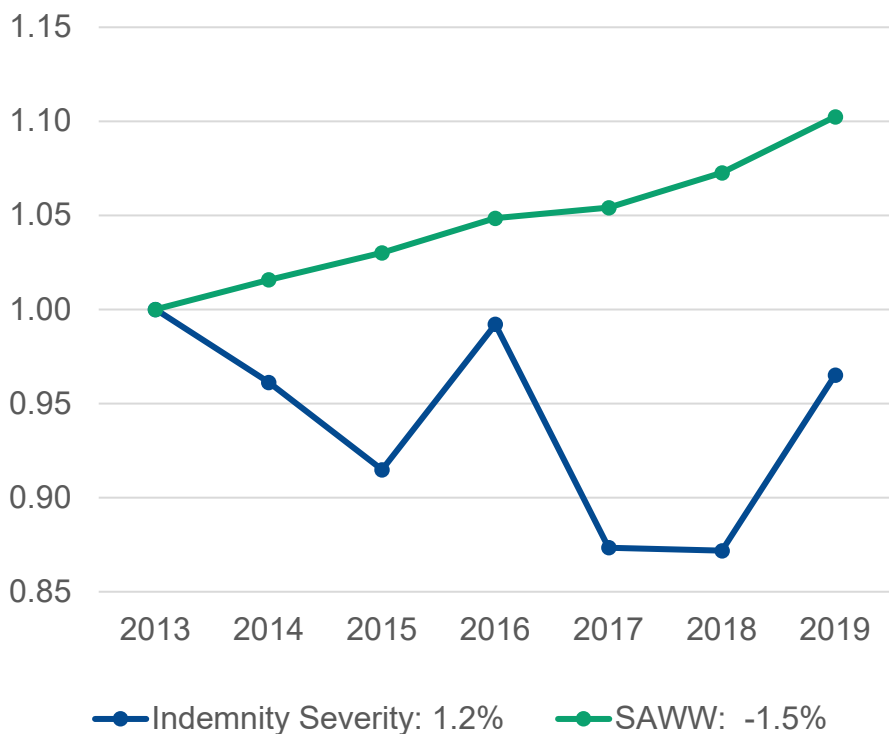
History of Rate Changes



Trends in Average Cost

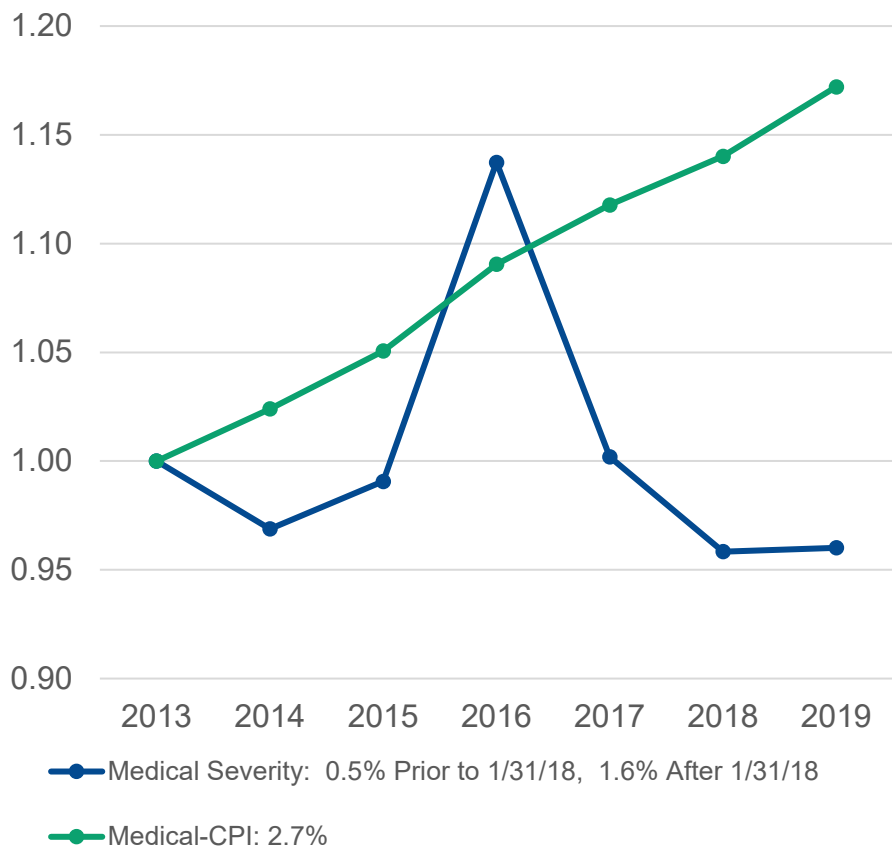
Indemnity

Indemnity Severity vs. SAWW

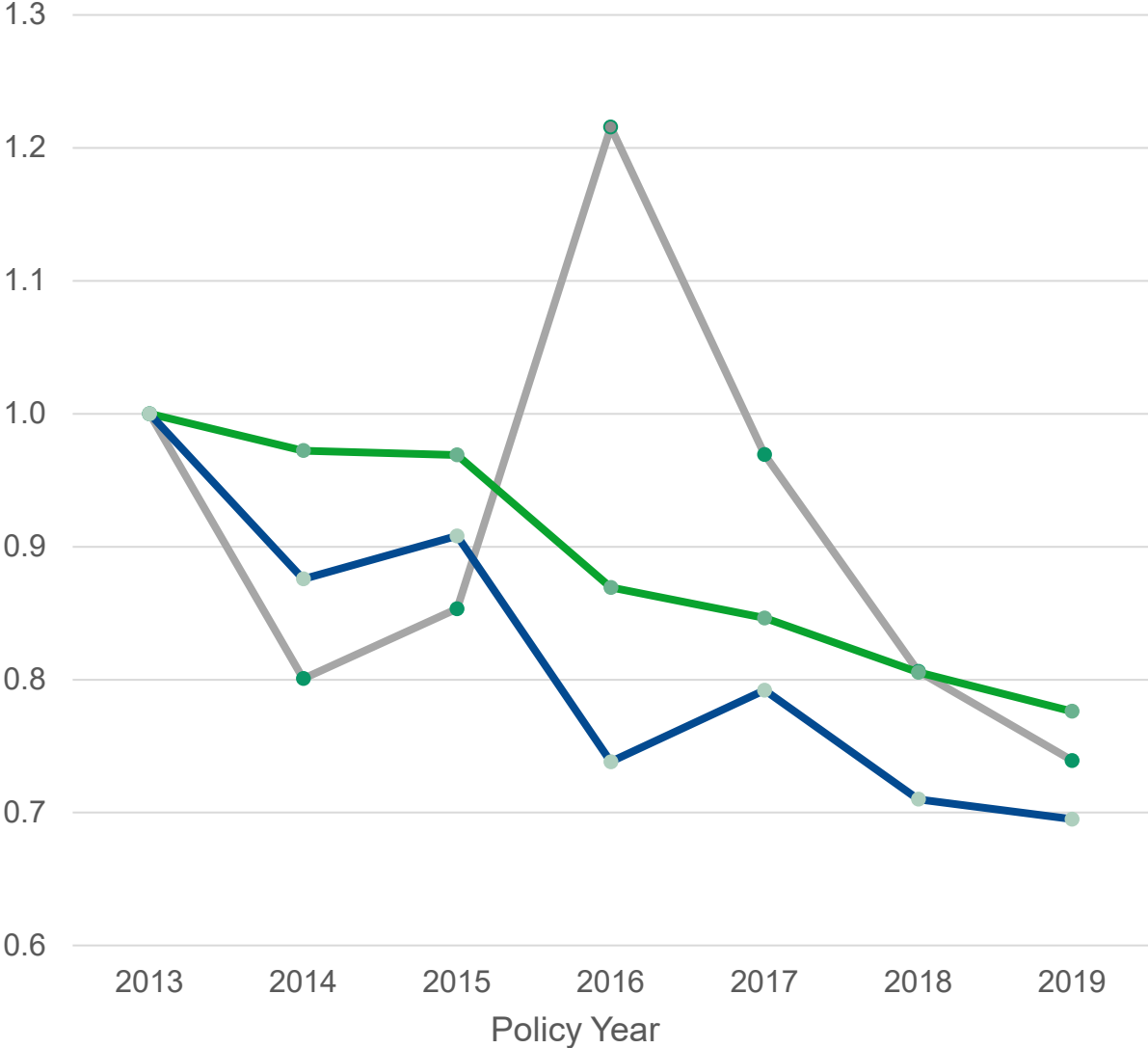


Medical

Medical Severity vs. Medical-CPI



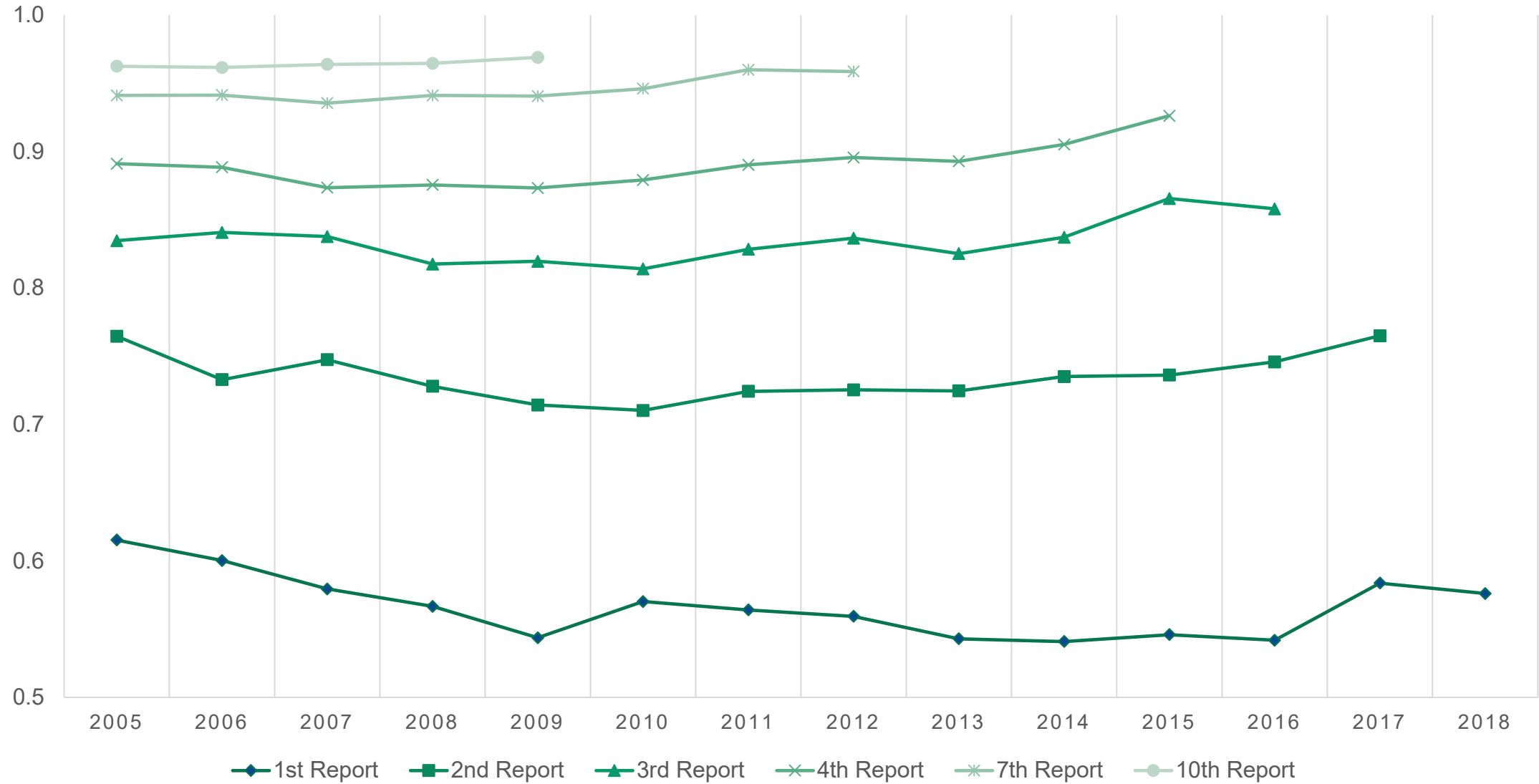
Frequency Trend



Frequency trend for all industries is -4.9%. This continues the long-term frequency trend that has been observed for more than 20 years.

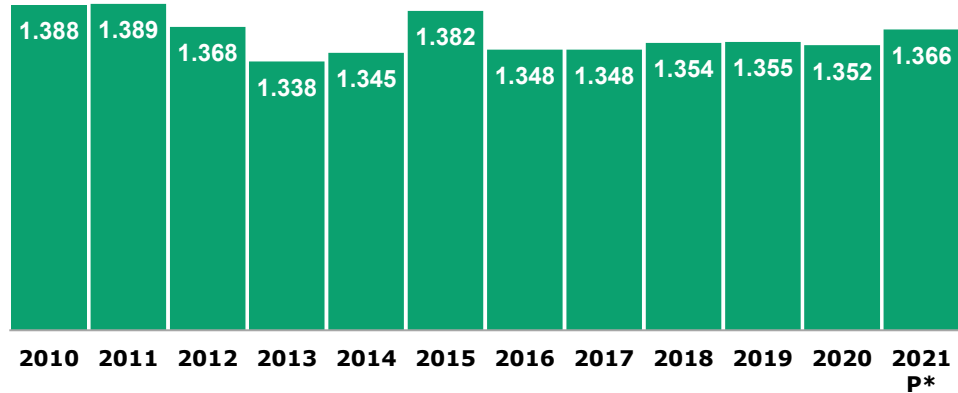
	Manufacturing	-3.7%
	Contracting	-4.3%
	Other Industries	-5.6%

Claim Closure Rates

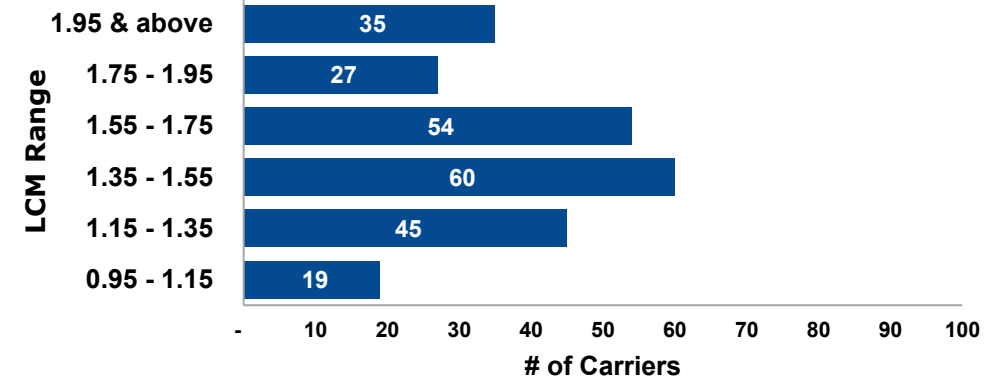


Insurance Carrier Pricing

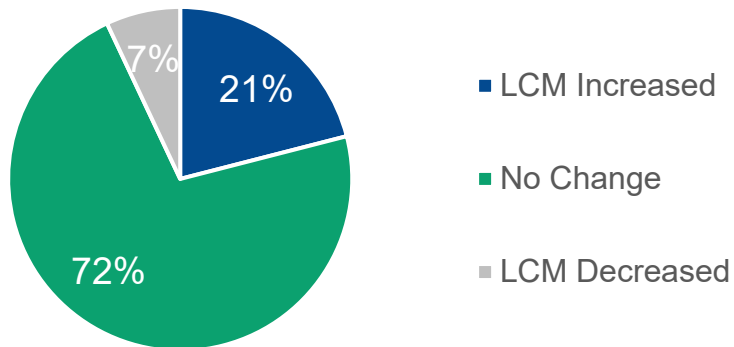
Implied Average Loss Cost Multiplier History



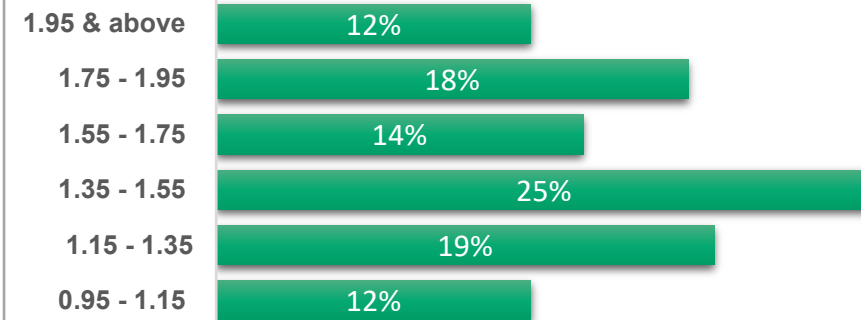
Number of Carriers Distribution



Latest Filed LCM Changes



\$ Premium Distribution



Mega Claims Overview

Mega Claims have been defined as claims with Total Incurred Losses exceeding \$3 million on an inflation-adjusted basis.

13

Claims from PY
2010-2019

\$61M

Incurred Losses
for All Claims

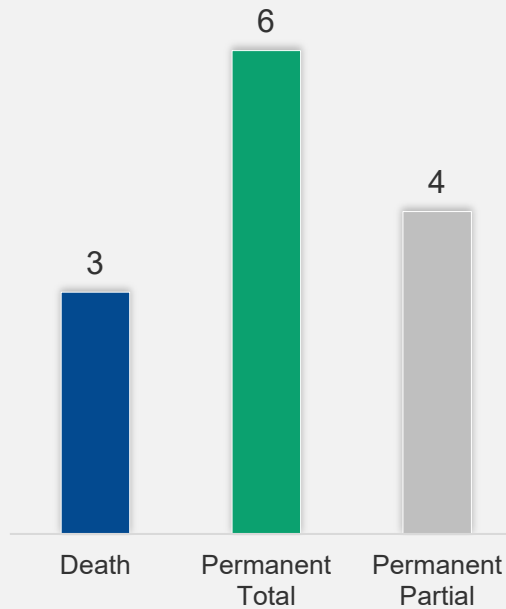
24%

Indemnity
Incurred Losses

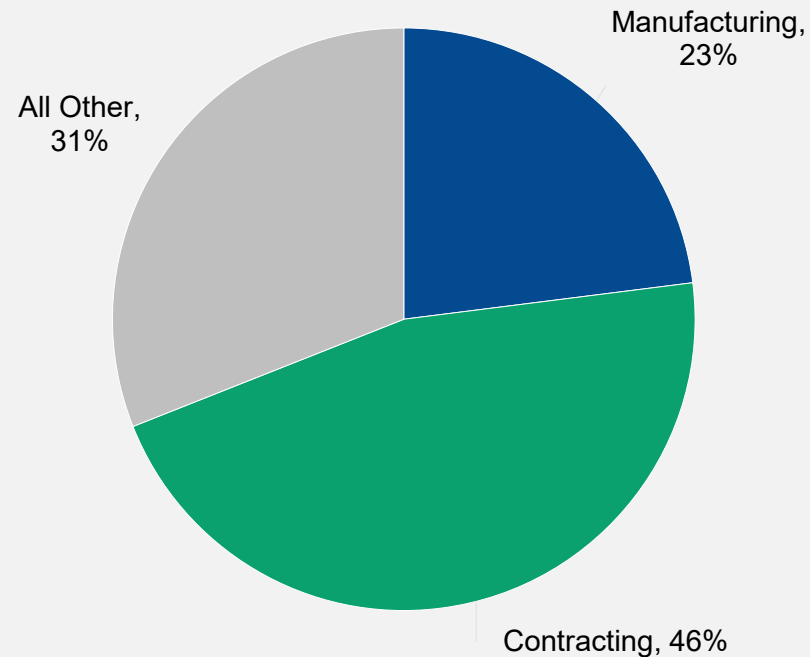
76%

Medical Incurred
Losses

Injury Type



Industry Groups



Part, Nature and Cause of Injury

38% of accidents were
back injuries

23% of injuries involved fracture,
crushing and dislocations

38% of accidents were the result of
falls and slips in the workplace



The DCRB is the licensed rating organization for workers compensation business in the state of Delaware and has served in that role since 1917. The DCRB is a non-profit, private corporation supported by members comprised of all insurers licensed to underwrite workers compensation insurance in Delaware. The DCRB makes annual rating value filings with the Delaware Department of Insurance and, subject to review and approval by the Department of Insurance, the DCRB maintains uniform classification and experience rating plans as well as rules and parameters associated with various other mandatory and optional pricing programs. For more information about the DCRB contact us at:

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