

GOVERNMENT OF THE DISTRICT OF COLUMBIA  
Department of Employment Services

VINCENT C. GRAY  
MAYOR



F. THOMAS LUPARELLO  
ACTING DIRECTOR

OFFICE OF WORKERS' COMPENSATION

September 5, 2014

Dear Workers' Compensation Insurer:

The purpose of this correspondence is to provide official notification of the

District of Columbia Workers' Compensation Program – Fiscal Year 2015  
**“PREMIUM SURCHARGE FOR WORKERS' COMPENSATION POLICIES.”**

Attachment A explains the formula used to calculate the premium surcharge. Effective October 1, 2014 through September 30, 2015, **the rate is 2.26 percent.**

For your immediate reference, **Attachments B and C** contain the schedule and format for remitting premium surcharge payments to the D.C. Department of Employment Services, Office of the Chief Financial Officer at 4058 Minnesota Avenue, NE – 5<sup>th</sup> Floor, Suite 5700, Washington, D.C. 20019.

If you have any questions or concerns, I can be reached at 202-671-1555 or by e-mail at [Mohammad.sheikh@dc.gov](mailto:Mohammad.sheikh@dc.gov).

Sincerely,

Handwritten signature of Mohammad R. Sheikh in blue ink.

Mohammad R. Sheikh  
Deputy Director  
Labor Standards Bureau

Attachments

**GOVERNMENT OF THE DISTRICT OF COLUMBIA**  
**Department of Employment Services**

VINCENT C. GRAY  
MAYOR



F. THOMAS LUPARELLO  
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**OFFICE OF WORKERS' COMPENSATION**

**FISCAL YEAR 2015 PREMIUM SURCHARGE RATE**  
(Formula Used to Calculate the Premium Surcharge)

**Computation Factors**

Total Fiscal Year 2013 Reported Losses (Self Insurers and Insurance Carriers) = \$161,557,866.82  
Total Fiscal Year 2013 Reported Losses (Carriers Only) = \$128,162,955.26  
Fiscal Year 2015 Special Fund Assessment = \$4,500,000.01  
2013 Paid Workers' Compensation Insurance Premiums = \$157,971,957.00

**Computations**

1. Determine Insurance Carriers' Proportion of the Total Paid Losses for the Preceding Fiscal Year.

Insurance Carriers Paid Losses divided by Total Paid Losses =  
Insurance Carriers Proportion:

Divided by \$128,162,955.26 divided by \$161,557,866.82 = .7933

2. Determine the Dollar Amount of the Special Fund to be Collected through the Employer Insurance Premium Surcharge.

Special Fund Assessment x Insurance Carrier Proportion of Total Paid Losses =  
Amount to be Collected through Insurance Premium Surcharge:

\$4,500,000.01 x .7933 = \$3,569,850.01

3. Determine Premium Surcharge Rate.

Amount to be collected divided by the Preceding Year's Paid Workers' Compensation  
Insurance Premiums = Premium Surcharge Rate:

\$3,569,850.01 divided by \$157,971,957.00  
=

**PREMIUM SURCHARGE RATE**  
[OCTOBER 1, 2014 THROUGH SEPTEMBER 30, 2015]

.0226 or 2.26 Percent

Attachment A

# Premium Surcharge Procedures

At the end of each fiscal quarter, insurers must submit an amount equal to the premium surcharge collected from policyholders during that quarter. The payment shall be submitted no later than 30 days after the end of each quarter.

The following table illustrates the due dates for the periods covered in each quarter:

Quarter Covered	Period	Due By
First Quarter	October 1 - December 31	January 31
Second Quarter	January 1 - March 31	April 30
Third Quarter	April 1 - June 30	July 31
Fourth Quarter	July 1 - September 30	October 31

Checks shall be made payable to the DC Treasurer and transmitted with the "Quarterly Premium Surcharge Payment Form."

*Checks [along with the Quarterly Premium Surcharge Payment Form] are to be submitted to:*

DC Department of Employment Services  
Office of the Chief Financial Officer  
4058 Minnesota Avenue, NE - 5<sup>th</sup> Floor, Suite 5700  
Washington, D.C. 20019  
(202) 671-1400

*A copy of the form must also be submitted to:*

DC Department of Employment Services  
Office of Workers' Compensation  
4058 Minnesota Avenue, NE  
Washington, D.C. 20019  
ATTN: Insurance Unit  
(202) 671-1000

Note: The Quarterly Premium Surcharge Payment Form may be reproduced or downloaded from the DOES website. The website address is [www.does.dc.gov](http://www.does.dc.gov).

**Attachment B**

# QUARTERLY PREMIUM SURCHARGE PAYMENT FORM

Insurer Name \_\_\_\_\_

Address \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

Insurer NCCI Number \_\_\_\_\_

Date of Report	Quarter Ending Date	Dollar Amount Submitted

\_\_\_\_\_  
CERTIFYING Official (Type Name)

\_\_\_\_\_  
CERTIFYING OFFICIAL (Signature)

\_\_\_\_\_  
Date

\_\_\_\_\_  
TITLE

\_\_\_\_\_  
TELEPHONE NUMBER

**Mail Form and Check to:**  
D.C. Department of Employment Services  
Office of the Chief Financial Officer  
4058 Minnesota Avenue, NE – 5<sup>th</sup> Floor, Suite 5700  
Washington, D.C. 20019  
(Telephone: 202-671-1400)

**Submit a Copy of the Form to:**  
D.C. Department of Employment Services  
Office of Workers' Compensation  
4058 Minnesota Avenue, NE, Insurance Unit  
Washington, D.C. 20019  
(FAX: 202-671-1929)

- (1) Checks are payable to the D.C. Treasurer.
- (2) This form may be reproduced or downloaded from the DOES website. The website address is [www.does.dc.gov](http://www.does.dc.gov).