

# STATEMENT OF PREMIUM ADJUSTMENT - FINAL AUDIT WORKERS COMPENSATION AND EMPLOYERS LIABILITY



**INSURER:** HARTFORD UNDERWRITERS INSURANCE COMPANY (6)

**POLICY NUMBER:**

41 WEC II2121

**POLICY PERIOD:**

01/31/16 To 01/31/17

**AUDIT PERIOD:**

01/31/16 To 01/31/17

DIRECT BILL #: 12169451

HOUSING CODE: DV

**Named Insured and Mailing Address:**

MINNESOTA ALLIANCE ON CRIME

**Producer's Name:**

WELLS FARGO INSURANCE INC

155 S WABASHA STE 104

SAINT PAUL, MN 55107

**Producer's Code:** 715154

SCIC

Insured/State/Location Description	Class Code	Basis of Premium	Rate	Earned Premium
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INSURED: 01 MINNESOTA ALLIANCE ON CRIME  
STATE: 22 MN  
LOCATION: 01 155 S WABASHA STE 104  
SAINT PAUL MN 55107

CLERICAL OFFICE	*	8810S	77,750	.30	233
INCREASED LIMITS PART TWO (9812)		1.10 PERCENT			3
TO EQUAL INCREASED LIMITS MINIMUM PREMIUM (9848)					117
EXPENSE CONSTANT					180
MN SPECIAL COMP FUND ASSESS		3.80 PERCENT (0174)			14
TERRORISM (9740)			77,750	.030	23
STATE TOTAL EARNED PREMIUM -- MN					570

\* SEE POLICY DECLARATIONS/SCHEDULE FOR FULL DESCRIPTION

STATEMENT	UPLOAD	<b>Total Earned Premium:</b>	570
		<b>Deposit and/or Reported Premiums:</b>	472 CR
	ADDITIONAL	<b>Net Premium Adjustment:</b>	98

Premiums calculated hereon are subject to revision and approval by the Home Office and assumes that the deposit and/or reported premium, shown above, has been paid.

Form PRA-263-3 Printed in U.S.A.

Process Date: 02/14/17

Page 01 (AUDIT ADJUSTMENT COMPLETED)

ORIGINAL

\*0100241II21210116 01569





## STATEMENT OF PREMIUM ADJUSTMENT FREQUENTLY ASKED QUESTIONS

### 1. What is the Statement of Premium Adjustment?

When you purchased your policy, the premium we charged was based, in part, on estimates and assumptions related to items such as payroll, sales revenue and the nature of business operations. We recently conducted a premium audit, the process that ensures the premium you paid for your insurance policy was accurate. While not an invoice, the Statement of Premium Audit provides you with the results of the audit recently performed. This Statement shows you how the audit results were calculated and indicates whether you are owed a refund for the policy period audited or whether additional premium is owed us.

### 2. I don't understand the Statement of Premium Adjustment I received. What do I need to know?

The top section of the Statement includes basic information about your recently audited policy including: policy number, policy period, insured name and address, producer (or agent) name and the policy period audited.

The middle section of the Statement details the information used to calculate your audited premium.

The last section of the Statement indicates whether you are due a refund or whether additional premium is due us.

### EXPLANATION OF TERMS

The following is provided to help you understand some of the terms referenced on your Statement and how your audit results were calculated...

**Class Code:** A code used by the Insurance Industry to identify the nature of your business or the job duties performed by you and your employees.

**Basis of Premium:** The type of policy you have determines the Basis of Premium. The most common bases of premium are: payroll for Workers' Compensation policies, sales or payroll for General Liability policies and the number of automobiles for Auto policies.

**Rate:** Each Class Code is assigned a rate, per a specified number of units, which is multiplied by the Basis of Premium to calculate the premium. For example, Workers' Compensation is assigned at a rate per \$100 of payroll, and General Liability is often assigned at a rate per \$1,000 of sales (where sales are the basis of premium).

**Miscellaneous Debits/Credits:** Debits and/or credits may be applied to your policy at the time it is issued and are subject to change at renewal.

**Earned Premium:** The amount of premium earned by us for a specific period of time (eg: policy term).

Example: Workers' Compensation Policy

Basis of Premium (Payroll)	\$250,000
Divided by the Units	100
Multiplied by the Rate	\$2.29
Earned Premium	\$5,725