



Wisconsin Compensation Rating Bureau

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CIRCULAR LETTER 3100—APRIL 23, 2013

TO: Members of the Bureau

FROM: Donna Knepper

RE: WI Expense Constant Rule

Pursuant to ch. 626, Wis. Stat., the Office of the Commissioner of Insurance has approved the Governing Board's recommended changes to the current WI Expense Constant rule.

Wisconsin requires that, at a minimum, the WI expense constant must be charged on a policy that includes WI under Item 3A, regardless of when WI is added. The following amendment to WI Basic Manual Rule VI.E.2. is approved effective 10-1-13, applicable to new and renewal business.

2. Amount of Expense Constant

The expense constant is shown on the rate pages. When more than one state is insured on the same policy, the highest expense constant must be charged even if that state is on an "if any" basis. **The expense constant charged at the inception of the policy will not change when a state is added or deleted during the policy term.** In the event of policy cancellation, *refer to Rule X*. For long-term policies, *refer to Rule III*.