



CIRCULAR LETTER NO. 2303

December 30, 2016

To Members and Subscribers of the WCRIBMA

UNIT STATISTICAL REPORTING DATA QUALITY INCENTIVE PROGRAM

The Unit Statistical Reporting Data Quality Incentive Program (USDQIP) was announced in Circular Letter 2289. The program outlined that carriers will be notified at least 6 months in advance of any data quality edit becoming finable. All changes to finable data quality edits will be introduced either January 1 or July 1. Attached is the list of data quality edits that may be finable effective July 1, 2017.

The effective date for the USDQIP is January 1, 2017. Invoices for USDQIP fines will be distributed to carriers monthly; however, there will be an amnesty period for the first 6 months. The February 2017 invoice (for fines accrued in January 2017) through the July 2017 invoice (for fines accrued in June 2017) will be informational only and not subject to collection. Invoices produced August 2017 and forward will be subject to collection.

Additional information will be provided as the effective date approaches. Please contact the undersigned at asalido@wcribma.org if you have any questions.

Anthony Salido
Data Operations Director / Actuary

Edit ID	Rejection Message	Edit Description	Corrective Action	Severity	Edit Type	Edit Status	Data Quality Finable Edit
000216	Exposure coverage act indicates that manual rate should reflect USL&H (U.S. Longshore & Harbor) factor.	If a class code is NOT code 6801, 6824, 6826, 6843, 6872, 6874, 7309, 7313, 7317, 7327, 7350, 8709, 8726 or 9077, the exposure coverage act is '02' and the industry group is not 04, 07 or 08 then the reported rate must be the manual rate x the USL&H Factor, with a tolerance of +/- one penny.	Submit an E (Exposure) correction or replacement report with the appropriate manual rate as defined in the Massachusetts Statistical Plan - Part 1, Section V. Also see the Mass Workers Compensation and Employers Liability Insurance Manual - Part 1, Rule XII, Page R-44.	3	Exposure	Accepted with Errors	Y (effective 7/1/2017)
000485	Verify large medical losses without indemnity losses.	Claims with Incurred Medical losses exceeding \$100,000 are expected to also contain Incurred Indemnity losses.	If required, submit a L (Loss) correction or replacement report with the appropriate medical and indemnity loss information.	3	Loss	Accepted with Errors	Y (effective 7/1/2017)
000552	Second injury fund reported for injury other than death or permanent total.	USR reported with recovery codes 02 [2nd injury fund only] and 04 [Subrogation with 2nd injury fund] where injury type is not 01 or 02. Allow recovery code 02 and 04 with injury type 09 if the lump sum flag is Y.	Submit a L (Loss) correction or replacement report with the appropriate recovery code for the death or PT claim reported.	3	Loss	Accepted with Errors	Y (effective 7/1/2017)
000563	An Aggravated Inequity correction report cannot be filed for a claim that has not been closed.	The revised loss record must have a claim status of 1 (closed) if the Correction Type Code equals A (Aggravated Inequity).	Verify the report is closed. Otherwise submit a L (Loss) correction or replacement report with the appropriate Correction Type code.	3	Loss	Accepted with Errors	Y (effective 7/1/2017)
000564	An aggravated inequity correction report cannot be filed when the loss amounts for a claim are increasing.	If the correction type = A, for any report/correction level, the revised loss indemnity and/or medical amounts should not increase. The edit looks at total incurred rather than medical and indemnity separately. It sums the incurred indemnity and incurred medical on the Revised (R) line and comparing it to the sum of the incurred indemnity and incurred medical on the Previous (P) line to see if the amount is increasing.	Verify the sum of the incurred indemnity and incurred medical on the revised line and compare it to the sum of the incurred indemnity and incurred medical on the previous line. Check if this is increasing. Submit a correction or replacement report with the correct amounts.	3	Loss	Accepted with Errors	Y (effective 7/1/2017)